

Registered Number 04937421

LIGHTSPEED COMMUNICATION LIMITED

Abbreviated Accounts

28 February 2016

Abbreviated Balance Sheet as at 28 February 2016

	Notes	2016	2015
		£	£
Called up share capital not paid		-	-
Fixed assets			
Intangible assets	2	-	-
Tangible assets	3	278,002	3,912,290
Investments	4	150,000	350,000
		<u>428,002</u>	<u>4,262,290</u>
Current assets			
Debtors		38,960	622,039
Cash at bank and in hand		30,248	11,148
		<u>69,208</u>	<u>633,187</u>
Prepayments and accrued income		-	-
Creditors: amounts falling due within one year		(2,416,184)	(4,647,467)
Net current assets (liabilities)		<u>(2,346,976)</u>	<u>(4,014,280)</u>
Total assets less current liabilities		<u>(1,918,974)</u>	<u>248,010</u>
Provisions for liabilities		0	0
Accruals and deferred income		0	0
Total net assets (liabilities)		<u>(1,918,974)</u>	<u>248,010</u>
Capital and reserves			
Called up share capital	5	2,699,900	2,699,900
Share premium account		6,230,174	6,230,174
Revaluation reserve		0	275,770
Profit and loss account		(10,849,048)	(8,957,834)
Shareholders' funds		<u>(1,918,974)</u>	<u>248,010</u>

- For the year ending 28 February 2016 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.
- The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the Board on 27 July 2017

And signed on their behalf by:

MR M MARROCCO, Director

Notes to the Abbreviated Accounts for the period ended 28 February 2016

1 Accounting Policies

Basis of measurement and preparation of accounts

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the provisions applicable to companies subject to the small companies' regime.

Going Concern

The directors confirm that they believe the company is still a going concern and that it will undertake to ensure that adequate financial resources are provided to the company to enable it to meet its liabilities as they fall due

Turnover policy

Turnover is recognised in the accounts on the basis of the value of services provided during the year, exclusive of Value Added Tax.

Tangible assets depreciation policy

Amortisation

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

Goodwill 20% Straight Line

Intellectual Property 20% 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;

Leasehold property 2% Straight Line

Fixtures and Fittings 25% Straight Line

Equipment 25% Straight Line

Other accounting policies

Investment properties

Investment properties are shown at their open market value. The surplus or deficit arising from the annual revaluation is transferred to the investment revaluation reserve unless a deficit, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year.

This is in accordance with the FRSSE which, unlike the Companies Act, does not require depreciation of investment properties. Investment properties are held for their investment potential and not for use by the company and so their current market value is of prime importance. The departure from the provisions of the act is required in order to give a true and fair view.

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.

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, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

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.

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 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 of the company after deducting all of its financial liabilities.

7. RELATED PARTY TRANSACTIONS

The following balances due to and from subsidiary companies are included in the accounts.

2016 2015

£ £

Mailbox Internet Limited (225,832) (263,033)

Invade International Limited (8,047) 53,304

Elite Internet Services Limited (715,891) (133,593)

The following balances are included within other debtors and are relating to balances due from companies under the control of D Marrocco.

2016 2015

£ £

Vidgital Limited - 3,940

Data Centre Holdings Limited - 239,336

Marroccofellas Limited - -

Magic Wasted Limited - -

Domain Estates - -

Styleloop - -

Firenet Limited - -

Equinet Limited - -

There were no further transactions with related parties as are required to be disclosed under Financial Reporting Standards for Smaller Entities (effective April 2008)

2 Intangible fixed assets

	£
Cost	
At 1 March 2015	929,632
Additions	-
Disposals	-
Revaluations	-
Transfers	-
At 28 February 2016	<u>929,632</u>
Amortisation	
At 1 March 2015	929,632
Charge for the year	-
On disposals	-
At 28 February 2016	<u>929,632</u>
Net book values	
At 28 February 2016	<u>0</u>
At 28 February 2015	<u>0</u>

3 Tangible fixed assets

	£
Cost	
At 1 March 2015	5,405,882
Additions	342
Disposals	(3,580,510)
Revaluations	0
Transfers	-
At 28 February 2016	<u>1,825,714</u>
Depreciation	
At 1 March 2015	1,493,592
Charge for the year	54,120
On disposals	0
At 28 February 2016	<u>1,547,712</u>
Net book values	
At 28 February 2016	<u>278,002</u>
At 28 February 2015	<u>3,912,290</u>

The opinion of the director is that the open market value of the investment property at 28 Feb 2015 was £3,530,510 (2014: £3,254,740) These values are based on a valuation by Donna Capri of General Realty Group Inc which valued the property at \$5,450,000 on an open market basis. This valuation has been converted at the prevailing exchange rate at the year end.

4 **Fixed assets Investments**

COST

At 1st March 2015 and 28 Feb 2016 3,220,853

AMOUNTS WRITTEN OFF

At 1st March 2015 2,870,853

Written off in the period 0

On disposals 200,000

At 28 February 2015 3,070,853

NET BOOK VALUE

At 28 February 2016 150,000

At 28 February 2014 350,000

5 **Called Up Share Capital**

Allotted, called up and fully paid:

	2016	2015
	£	£
6,999,000 Ordinary shares of £0.10 each	699,900	699,900
2,000,000 Preference shares of £1 each	2,000,000	2,000,000

The holders of the ordinary shares shall be entitled to one vote per share in any circumstances. The ordinary shares confer the rights to dividend payments or any other distribution and to participate in a distribution arising from the winding up of the company.

The holders of the preferred ordinary shares shall not be entitled to receive notices of or to attend or vote in general meetings of the company. The preferred ordinary shares do not confer the right to receive any dividends. On a return of capital on winding up, capital reduction or otherwise the holders of the preferred ordinary shares shall be entitled to be repaid the nominal value of their preferred ordinary shares in priority to any payment to the holders of any other class of shares in the company but shall have no further right to participate in the assets of the company. On a sale the holders of the preferred ordinary shares shall be entitled to be paid an amount equal to the nominal value of their preferred ordinary shares.

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