



Abbreviated Financial Statements

Arise Virtual Solutions Limited

For the financial year ended 31 December 2015

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Company Information

Directors	Lisa Carstarphen David Cartwright (resigned 24 April 2015) Scott Etheridge John Anthony Meyer Keir Greenwood (appointed 26 June 2015)
Company secretary	Pinsent Masons Secretarial Limited
Registered number	06370708
Registered office	1 Park Row Leeds West Yorkshire LS1 5AB
Independent auditors	Grant Thornton Chartered Accountants & Registered Auditors Molyneux House Bride Street Dublin 8
Bankers	Royal Bank of Scotland 36 St. Andrew Square Edinburgh EHS 2YB Scotland JP Morgan Chase Bank NA 25 Bank Street Canary Warf London E14 5JP United Kingdom



Independent Auditors' Report to the Members of Arise Virtual Solutions Limited

Under section 449 of the Companies Act 2006

We have examined the abbreviated accounts, which comprise the Statement of Financial Position and the related notes, together with the financial statements of Arise Virtual Solutions Limited for the financial year ended 31 December 2015 prepared under section 396 of the Companies Act 2006.

This report is made solely to the Company in accordance with Chapter 3 of Part 16 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 Auditors' 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 auditors

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 on financial statements

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 which comprise the Statement of Financial Position and the related notes have been properly prepared in accordance with the regulations made under that section.

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 2015 and of its profit for the financial 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.



Independent Auditors' Report to the Members of Arise Virtual Solutions Limited

Under section 449 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.

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;
- 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 are not entitled to take advantage of the small companies' exemption.


David McGarry (Senior Statutory Auditor)
for and on behalf of
Grant Thornton
Chartered Accountants
Registered Auditors

Molyneux House
Bride Street
Dublin 8

Abbreviated Statement of Financial Position

As at 31 December 2015

	Note	2015 £	2014 £
Fixed assets			
Tangible assets	3	15,533	14,330
		<u>15,533</u>	<u>14,330</u>
Current assets			
Debtors		9,159,501	7,934,060
Cash at bank and in hand		42,734	94,164
		<u>9,202,235</u>	<u>8,028,224</u>
Creditors: amounts falling due within one year		<u>(8,937,479)</u>	<u>(7,876,510)</u>
Net current assets		<u>264,756</u>	<u>151,714</u>
Total assets less current liabilities		<u>280,289</u>	<u>166,044</u>
Net assets		<u><u>280,289</u></u>	<u><u>166,044</u></u>
Capital and reserves			
Called up share capital	4	1	1
Profit and loss account		280,288	166,043
		<u><u>280,289</u></u>	<u><u>166,044</u></u>

The abbreviated accounts, which have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 were approved and authorised for issue by the board and were signed on its behalf by:



Scott Etheridge
Director

Date: 15 March 2016

Notes to the Abbreviated Accounts

For the financial year ended 31 December 2015

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared on the group going concern basis under the historical costs convention and in accordance with Financial Reporting Standard 102. The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and the Companies Act 2006.

Information on the impact of first-time adoption of FRS 102 is given in note 12.

The financial statements are presented in sterling (£).

The following principal accounting policies have been applied:

1.2 Revenue

Revenue represents income derived from group companies in exchange for support services.

1.3 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined which is the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

The Company adds to the carrying amount of an item of fixed assets the cost of replacing part of such an item when that cost is incurred, if the replacement part is expected to provide incremental future benefits to the Company. The carrying amount of the replaced part is derecognised. Repairs and maintenance are charged to profit or loss during the period in which they are incurred.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method. The estimated useful lives range as follows:

The estimated useful lives range as follows:

Office equipment	4 years
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The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within 'other operating income' in the Income Statement.

1.4 Operating leases: Lessee

Rentals paid under operating leases are charged to the profit or loss on a straight line basis over the period of the lease.

Notes to the Abbreviated Accounts

For the financial year ended 31 December 2015

1. Accounting policies (continued)

1.5 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

1.6 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

1.7 Foreign currency translation

Functional and presentation currency

The company's functional and presentational currency is GBP (£).

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

1.8 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payments obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the Company in independently administered funds.

1.9 Taxation (Current and deferred)

Current taxation represents the amount expected to be paid or recovered in respect of taxable profits for the year and is calculated using taxation rates and laws that have been enacted or substantively enacted at the balance sheet date.

Deferred taxation 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 taxation in the future except as follows:

Deferred taxation assets are recognised only to the extent that it is considered more likely than not that

Notes to the Abbreviated Accounts

For the financial year ended 31 December 2015

1. Accounting policies (continued)

there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

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

1.10 Interest income

Interest income is recognised in the Income Statement using the effective interest method.

2. Key Management Personnel Compensation

Key Management Personnel Compensation for the year amounts to £336,362. The details of key management personnel compensation do not include the compensation of the entire board of directors for the company, which is paid by other group companies. In respect of their services as directors to the company, it is not possible to identify separately the amount of the compensation attributable to the services to this company.

3. Tangible fixed assets

	£
Cost or valuation	
At 1 January 2015	29,179
Additions	11,843
Disposals	(4,685)
At 31 December 2015	<u>36,337</u>
Depreciation	
At 1 January 2015	14,849
Charge for the year	9,030
Disposals	(3,075)
At 31 December 2015	<u>20,804</u>
Net book value at 31 December 2015	<u>15,533</u>
Net book value at 31 December 2014	<u>14,330</u>

Notes to the Abbreviated Accounts

For the financial year ended 31 December 2015

4. Share capital

	2015	2014
	£	£
Allotted, called up and fully paid		
1 ordinary share of £1	1	1

5. Commitments under operating leases

At 31 December 2015 the company had cumulative commitments under non-cancellable operating leases as set out below.

	2015	2014
	Land and Buildings	Land and Buildings
	£	£
Expiring:		
Within one year	35,394	34,020

6. Reserves

Profit and Loss account- includes all current and prior period retained profits and losses.

7. Financial risk management

Financial risk management

The company has exposures to two main areas of risk – foreign exchange currency exposure and liquidity risk.

Foreign exchange transactional currency exposure

The company is exposed to currency exchange rate risk due to a significant proportion of its intercompany receivables and payables being de-nominated in non-Sterling currencies. The net exposure of each currency is monitored and managed by the directors.

Liquidity Risk

The objective of the company in managing liquidity risk is to ensure that it can meet its financial obligations as and when they fall due. The company expects to meet its financial obligations through operating cashflow. In the event that the operating cash flows would not cover all the financial obligations, group companies has credit facilities available.

Notes to the Abbreviated Accounts

For the financial year ended 31 December 2015

8. Related Parties

The company has availed of the exemption provided in FRS 102 section 33, "Related Party Disclosures" not to disclose transactions entered into with fellow group companies that are wholly owned within the group of companies of which the company is a wholly owned member.

9. Post balance sheet events

There have been no significant events affecting the company since the year end and the directors do not envisage any substantial changes to the nature of the business in the foreseeable future.

10. Comparative Financial Statements

Certain comparative amounts have been restated to reflect the current year presentation.

11. Holding company and controlling interest

The company is controlled by the ultimate parent company, Arise Holdings Inc. a company incorporated in the United States of America.

Arise Virtual Solutions Limited

Notes to the Abbreviated Accounts

For the financial year ended 31 December 2015

12. First time adoption of FRS 102

		As previously stated 1 January 2014 £	Effect of transition 1 January 2014 £	FRS 102 (as restated) 1 January 2014 £	As previously stated 31 December 2014 £	Effect of transition 31 December 2014 £	FRS 102 (as restated) 31 December 2014 £
Note							
Fixed assets		17,714	-	17,714	14,330	-	14,330
Current assets	1	6,998,923	(632,036)	6,366,887	8,717,376	(689,152)	8,028,224
Creditors: amounts falling due within one year	1	(6,827,711)	601,185	(6,226,526)	(8,497,748)	621,238	(7,876,510)
Net current assets		171,212	(30,851)	140,361	219,628	(67,914)	151,714
Total assets less current liabilities		188,926	(30,851)	158,075	233,958	(67,914)	166,044
Net assets		188,926	(30,851)	158,075	233,958	(67,914)	166,044
Capital and reserves		188,926	(30,851)	158,075	233,958	(67,914)	166,044

Notes to the Abbreviated Accounts

For the financial year ended 31 December 2015

12. First time adoption of FRS 102 (continued)

		As previously stated 31 December 2014 £	Effect of transition 31 December 2014 £	FRS 102 (as restated) 31 December 2014 £
Turnover		1,760,913	-	1,760,913
		1,760,913	-	1,760,913
Administrative expenses		(1,645,713)	-	(1,645,713)
Operating profit		115,200	-	115,200
Interest receivable and similar income		-	72,247	72,247
Interest payable and similar charges	1	(59,427)	(109,310)	(168,737)
Taxation		(10,741)	-	(10,741)
Profit on ordinary activities after taxation and for the financial year		45,032	(37,063)	7,969

1 The company has adopted FRS 102 for the year ended 31 December 2015 and has restated the comparative amounts. The directors have evaluated amounts due to/from group undertakings. Where they have concluded that group undertakings have provided financing arrangements to the company, they have adopted the policy of initially measuring these loans at fair value, net of transaction costs, and measured subsequently at amortised cost using the effective interest rate method.

13. Approval of financial statements

The board of directors approved these financial statements for issue on 31 March 2016.