

COMPANY REGISTRATION No. 08010708

CLOUD SOCIUS LIMITED
AUDITED FINANCIAL STATEMENTS
For the year ended 31 MARCH 2017

THURSDAY



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28/12/2017
COMPANIES HOUSE

Cloud Socius Limited
Report and Financial Statements 2017

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Cloud Socius Limited
Report and Financial Statements 2017

OFFICERS AND PROFESSIONAL ADVISERS

Director	G E Stephens
Registered Office	Fountain House, 130 Fenchurch Street, London
Auditors	BDO LLP

Cloud Socius Limited

Report and Financial Statements 2017

Director's report

The director presents their report and the audited financial statements of the company for the year ended 31 March 2017.

Principal Activities

The principal activity of the company during the year was a provider of professional and managed IT software services.

On 16 December 2016, 91% of the company's ordinary shares were purchased by 4C Limited NV.

Directors

The directors who served the company during the year and up to the date of this report were as follows:

G E Stephens

J Dale (resigned 16 December 2016)

S P Cavey (resigned 16 December 2016)

L Sims (resigned 16 December 2016)

Post Balance Sheet events

There have been no significant events affecting the company since year end.

Future developments

The director does not expect any changes in activities of the company in the near future.

Dividends

In the year, a dividend of £55 per share was paid to Mr G E Stephens for his shareholding of 90 shares, totalling £4,950, declared on 24 March 2017.

Going Concern

The director has a reasonable expectation that the company has adequate resources to continue operational existence for the foreseeable future. For this reason, the director continues to adopt the going concern basis of accounting in preparing the annual financial statements.

Approval of reduced disclosures

The company, as a qualifying entity, has taken advantage of the disclosure exemptions in FRS 102 Reduced Disclosure Framework as listed in note 1 to these financial statements. The parent company has been notified in writing about the intention to take advantage of the disclosure exemptions and no objections have been received.

Cloud Socius Limited
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Director's report (continued)

BDO LLP was appointed as Auditor for the period ended 31 December 2016. BDO LLP will be proposed for re-appointment at the forthcoming Annual General Meeting.

Auditor

Each of the persons who is a director at the date of approval of this report confirms that:

- So far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- The director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

The company has decided to take advantage and complied with the disclosure exemptions as a qualifying entity under FRS 102.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

Signed on behalf of the directors



G E Stephens

Director

Approved by the directors on 22/12/2017

Cloud Socius Limited
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Director's responsibilities statement

The director is responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law required the director to prepare financial statements for each financial year. Under that law, the director has elected to prepare the financial statements in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

Under company law the director must not approve the finance 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 director 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; and
- state whether the financial statements have been prepared in accordance with the relevant financial reporting framework, identify those standards, and note the effect and the reasons for any material departure from those standards.

The director is 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 to 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 regularities.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CLOUD SOCIUS LIMITED

We have audited the financial statements of Cloud Socius Limited for the year ended 31 March 2017 which comprise the income statement, the statement of financial position and the related notes. 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 auditors

As explained more fully in the statement of directors' responsibilities, 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 Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the FRC's website at www.frc.org.uk/auditscopeukprivate.

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 March 2017 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 matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and

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- the directors' report has been prepared in accordance with applicable legal requirements.

Other matter - comparative information

Comparative information in these financial statements is derived from the financial statements for the previous accounting period, which have not been audited.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

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.
- the directors were not entitled to prepare the financial statements and the directors' report in accordance with the small companies regime and to the exemption from the requirement to prepare a strategic report.

BDO LLP

Andrew Viner (senior statutory auditor)

For and on behalf of BDO LLP, statutory auditor
London
United Kingdom

Date: *22 December 2017*

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

Cloud Socius Limited
Income Statement

Year Ended 31 March 2017

	Notes	2017 £	2016 £
Turnover	1	3,761,115	2,732,661
Cost of sales		(2,672,346)	(1,463,872)
Gross Profit		1,088,769	1,268,789
Administrative expenses		(1,154,177)	(963,109)
Other Operating income		-	3,318
(Loss) Profit on ordinary activities before taxation		(65,408)	308,998
Tax on profit on ordinary activities	4	197,988	(9,158)
Profit for the financial year		132,581	299,840

Other gains and losses

The company has no other comprehensive income other than the profit for the current year and previous year, as such a statement of other comprehensive income is not presented.

The notes on pages 9 to 16 form part of these financial statements.

Cloud Socius Limited
Statement of financial position

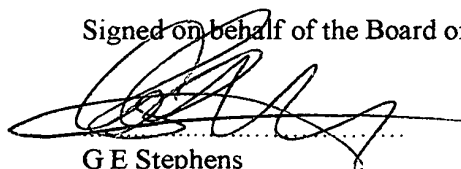
31 March 2017

	Notes	2017 £	2016 £
Fixed assets			
Intangible Assets	5	80,000	-
Tangible Assets	6	49,215	37,798
Investments	7	10,300	-
		<u>139,515</u>	<u>37,798</u>
Current assets			
Debtors	8	1,527,398	742,139
Cash at bank and in hand		299,632	413,696
		<u>1,827,030</u>	<u>1,155,835</u>
Creditors: Amounts falling due within one year	9	(1,162,129)	(517,831)
Net current assets		<u>664,901</u>	<u>638,004</u>
Total assets less current liabilities		<u>804,416</u>	<u>675,802</u>
Provision for other liabilities	10	(9,726)	(7,500)
Net assets		<u>794,690</u>	<u>668,302</u>
Capital and reserves			
Called up equity share capital	12	1,000	1,000
Share premium account		99,500	99,500
Profit and loss account		694,190	567,802
Shareholders' fund		<u>794,690</u>	<u>668,302</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A – small entities.

The financial statements of Cloud Socius Limited, registered number 08010708 were approved by the directors on 2017.

Signed on behalf of the Board of Directors



G E Stephens

The notes on pages 9 to 16 form part of these financial statements.

Cloud Socius Limited

Notes to the financial statements Year ended 31 March 2017

1. Accounting Policies

The company is a private company limited by shares and is incorporated in England. The address of its registered office is Fountain House, 130 Fenchurch Street, London.

Basis of accounting

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

The financial statements have therefore been prepared in accordance with FRS 102.

As permitted by FRS 102 Section 1.12 the Company has taken advantage of the disclosure exemptions under standard in relation to financial instruments and Cash Flow Statements.

Going Concern

The Company is expected to continue to be profitable in the foreseeable future. On the basis of the director's assessment of the company's financial position, the director has a reasonable expectation that the company will be able to continue in operation existence for the foreseeable future. Thus, the company continues to adopt the going concern basis of accounting in preparing the annual financial statements.

Revenue

The revenue shown in the profit and loss account represents amounts receivable for services provided in the period during the year in the normal course of business, net of trade discounts, VAT and other sales and related taxes.

Revenue is spread over the term of the contract in order to reflect the level of performance achieved at any point in time. Revenue is recognised on the following basis:

- Managed services fees under annual retainer arrangements are recognised as the services are performed on a straight-line basis,
- Project fees are recognised on a percentage of completion basis as contract activity progresses, if the final outcome can be assessed with reasonable certainty,
- The stage of completion is generally measured on the basis of the services performed to date as a percentage of the total services to be performed.

Research and development

Research and development expenditure that does not qualify as an Intangible asset under FRS 102.18, is written off in the year in which it is incurred.

Cloud Socius Limited

Notes to the financial statements (continued) **Year ended 31 March 2017**

1. Accounting Policies (continued)

Tangible assets

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

Fixtures & Fittings	-	3 years straight line on cost
Office Equipment	-	3 years straight line on cost

Intangible assets

Intangible assets are stated at cost less accumulated amortisation and accumulated impairment losses. Amortisation is calculated, using the straight-line method, to allocate the depreciable amount of the assets to their residual values over their estimated useful lives, as follows:

Software	-	3 to 5 years
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Amortisation is included in administrative expenses in the profit and loss account. Where factors, such as technological advancement or changes in market price, indicate that residual value or useful life have changed, the residual value, useful life or amortisation rate are amended prospectively to reflect the new circumstances.

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, 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 director considers 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.

Cloud Socius Limited

Notes to the financial statements (continued) **Year ended 31 March 2017**

1. Accounting Policies (continued)

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 result.

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 entity after deducting all of its financial liabilities.

Pensions

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

Investments in fellow group entities

Investments in the subsidiary company is stated at cost less any identified impairment losses at the end of each reporting period.

Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

Reserves

The Group and Company's reserves are as follows:

- Called up share capital reserve represents the nominal value of the shares issued.
- Profit and loss account represents cumulative profits or losses, net of dividends paid and other adjustments.

The movement on reserves represents the profit for the year.

Cloud Socius Limited

Notes to the financial statements (continued) **Year ended 31 March 2017**

2. Directors' remuneration

The directors' aggregate remuneration in respect of qualifying services were:

	2017	2016
	£	£
Aggregate remuneration	225,000	200,500

3. Dividends

Equity Dividends	2017	2016
	£	£
Dividends on ordinary shares	4,950	40,000

4. Taxation

The company utilised the HMRC R&D tax relief for SME's of 230% on qualifying R&D costs. In the current year the company was in a post-tax loss position after including the additional qualifying costs.

The company surrendered its current year loss in return for a payable tax credit of £200,214.

Cloud Socius Limited

Notes to the financial statements (continued) Year ended 31 March 2017

5. Intangible Assets

At 31 March 2016	£
Cost	-
Accumulated amortisation and impairment	-
Net book value	-

Year ended 31 March 2017	£
Opening net book amount	-
Additions	80,000
Amortisation	-
Impairment	-
Closing Net book value	80,000

At 31 March 2017	£
Cost	80,000
Accumulated amortisation and impairment	-
Net book value	80,000

The software intangible assets recognised in the year is the ongoing development of the company's project management system which was created by internal development staff for the company's specific requirements.

The asset is carried at £80,000 (2016: £nil) and amortisation will begin at completion of the system.

Cloud Socius Limited

Notes to the financial statements (continued) Year ended 31 March 2017

6. Tangible Assets

	Fixtures & Fittings £	Equipment £	Total £
Cost			
At 1 April 2016	11,258	40,675	51,933
Additions	579	35,577	36,156
At 31 March 2017	11,837	76,252	88,089
Depreciation			
At 1 April 2016	1,821	12,314	14,135
Charge for the year	6,840	17,899	24,739
At 31 March 2017	8,661	30,213	38,874
Net Book Value			
At 31 March 2017	3,176	46,039	49,215
At 31 March 2016	9,437	28,361	37,798

7. Investments in Subsidiaries

The company owns 100% of the ordinary share capital of its subsidiary, Cloud Socius DMCC (2016: £nil). Cloud Socius DMCC was incorporated in the United Arab Emirates in the year. The company invested £10,300 for the 50 shares available.

8. Debtors: amounts falling due within one year

	2017 £	2016 £
Trade debtors	905,161	630,758
Amounts owed by group undertakings	192,412	13,376
R&D Tax Credit Receivable	200,214	-
Other debtors	229,611	98,005
	1,527,398	742,139

As at 31st March 2017, Mr Gareth Stephens owed the company £35,280. This amount is included in the other debtor's balance.

Cloud Socius Limited

Notes to the financial statements (continued)

Year ended 31 March 2017

9. Creditors: amounts falling due within one year

	2017	2016
	£	£
Trade creditors	413,265	136,739
Accruals and deferred income	214,425	162,329
Corporation tax	-	2,211
Other taxation and social security	440,679	216,552
Dividends payable	4,950	-
Other creditors	<u>88,810</u>	<u>-</u>
	1,162,129	517,831

10. Deferred taxation

The movement in the deferred taxation provision during the year was:

	2017	2016
	£	£
Provision brought forward	7,500	1,328
Profit and loss account movement arising during the year	<u>2,226</u>	<u>6,172</u>
Provision carried forward	9,726	7,500

11. Operating Lease commitments

At 31st March 2017 the company had a total of future minimum lease payments under non-cancellable operating leases as follows:

	Land and Buildings	
	2017	2016
	£	£
Not later than one year	158,440	89,910
Later than one year and not later than five years	264,067	-

Lease payments recognised as an expense for the year ended 31 March 2017 amounted to £129,520 (2016: £117,097)

Cloud Socius Limited

Notes to the financial statements (continued) Year ended 31 March 2017

12. Called up share capital

	2017 £	2016 £
Allotted, issued and fully paid		
1000 (2016: 1,000) ordinary shares of £1 per share	1,000	1,000

13. Pension contribution

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independent administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £4,279 (2016: £nil). No commitment was outstanding as at 31 March 2017.

14. Related party disclosures

The company has taken advantage of the exemption available under Financial Reporting Standard 102 "Related Party Disclosures", for subsidiaries with 100% of whose voting rights are controlled within the group, from the requirements to provide details of transactions with entities that are part of the group.

15. Ultimate parent undertaking and controlling party

Since 16 December 2016, the Company is a Subsidiary of 4C Limited NV, a company incorporated in Belgium, with the registered address:
Stationsstraat 60/5 2800, Mechelen, Belgium.

16. Subsequent events

The Company has evaluated events up to the filing date of these financial statements and determined that no subsequent event activity required disclosure.

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Director's report (continued)

BDO LLP was appointed as Auditor for the period ended 31 December 2016. BDO LLP will be proposed for re-appointment at the forthcoming Annual General Meeting.

Auditor

Each of the persons who is a director at the date of approval of this report confirms that:

- So far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- The director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

The company has decided to take advantage and complied with the disclosure exemptions as a qualifying entity under FRS 102.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

Signed on behalf of the directors

G E Stephens

Director

Approved by the directors on2017

Cloud Socius Limited
Statement of financial position

31 March 2017

	Notes	2017 £	2016 £
Fixed assets			
Intangible Assets	5	80,000	-
Tangible Assets	6	49,215	37,798
Investments	7	10,300	-
		<u>139,515</u>	<u>37,798</u>
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Total assets less current liabilities		<u>804,416</u>	<u>675,802</u>
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Capital and reserves			
Called up equity share capital	12	1,000	1,000
Share premium account		99,500	99,500
Profit and loss account		694,190	567,802
Shareholders' fund		<u><u>794,690</u></u>	<u><u>668,302</u></u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A – small entities.

The financial statements of Cloud Socius Limited, registered number 08010708 were approved by the directors on 2017.

Signed on behalf of the Board of Directors

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G E Stephens

The notes on pages 9 to 16 form part of these financial statements.