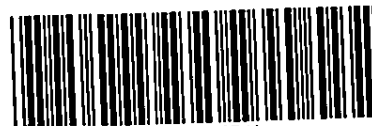


**IOMART CLOUD SERVICES LIMITED
(FORMERLY KNOWN AS
NETINTELLIGENCE LIMITED)**

Report and Financial Statements

31 March 2011

THURSDAY



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**IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS
NETINTELLIGENCE LIMITED)**

REPORT AND FINANCIAL STATEMENTS 2011

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**IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS
NETINTELLIGENCE LIMITED)**

REPORT AND FINANCIAL STATEMENTS 2011

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

A MacSween
S Haran
R Logan

SECRETARY

B Hall

REGISTERED OFFICE

Lister Pavilion
Kelvin Campus
West of Scotland Science Park
Glasgow
G20 0SP

BANKERS

Bank of Scotland
235 Sauchiehall Street
Glasgow
G2 3EY

INDEPENDENT AUDITORS

Grant Thornton UK LLP
Chartered Accountants
Registered Auditors
95 Bothwell Street
Glasgow
G2 7JZ

SOLICITORS

McGrigors LLP
141 Bothwell Street
Glasgow
G2 7EQ

IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS NETINTELLIGENCE LIMITED)

DIRECTORS' REPORT

The directors present their annual report and the audited financial statements for the year ended 31 March 2011.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the provision of cloud computing hosting services with a high degree of virtualisation.

REVIEW OF THE BUSINESS

On 14 February 2011 the company changed its name to iomart Cloud Services Limited.

The company had a very good year with the successful roll out of its cloud based security product as part of the UK government's Universal Home Access laptop provision programme.

The directors expect to expand the range of cloud computing based hosting products and services through both organic and acquisitive means.

RESULTS AND DIVIDENDS

The results for the year are set out on page 6. The profit before taxation was £97,545 (2010: loss £103,105).

The directors do not recommend the payment of a dividend for the year ended 31 March 2011 (2010: £nil).

DIRECTORS AND THEIR INTERESTS

The following directors have held office throughout the year and to the date of this report:

A MacSween
S Haran
R Logan

The interests of the directors in the shares of the parent undertaking, iomart Group plc, are disclosed in that company's financial statements.

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The company's activities expose it to a number of financial risks including price risk, credit risk, cash flow risk and liquidity risk. The company does not use derivative financial instruments.

In terms of pricing risk, the risk of the company receiving low prices compared to market levels is mitigated by the use of up-to-date market intelligence and internal review of pricing assumptions.

The company's principal financial assets are trade, intercompany and other debtors. The company's credit risk is primarily attributable to these amounts. The amounts presented in the balance sheet are net of allowances for doubtful receivables.

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the company uses a mixture of long term and short term finance.

**IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS
NETINTELLIGENCE LIMITED)**

DIRECTORS' REPORT (CONTINUED)

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

In the case of each of the persons who are directors of the company at the date this report was approved:

- so far as each of the directors is aware, there is no relevant audit information, of which the company's auditors are unaware; and
- each of the directors has taken all the steps that they ought to have taken as directors to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

Grant Thornton UK LLP offer themselves for reappointment as auditors in accordance with section 485(4) Companies Act 2006. A resolution to reappoint them will be proposed at the forthcoming annual general meeting.

Approved by the Board of Directors
and signed by order of the Board



B Hall
Company Secretary

31 May 2011

IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS NETINTELLIGENCE LIMITED)

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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 to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable laws). 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 and 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 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; and
- 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 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS NETINTELLIGENCE LIMITED)

We have audited the financial statements of iomart Cloud Services Limited (formerly known as NetIntelligence Limited) for the year ended 31 March 2011 which comprise the profit and loss account, the balance sheet 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 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 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

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm.

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 2011 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.

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.



Andrew Howie
Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Statutory Auditor, Chartered Accountants
Glasgow
31 May 2011

**IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS
NETINTELLIGENCE LIMITED)**

**PROFIT AND LOSS ACCOUNT
Year Ended 31 March 2011**

	Note	2011 £	2010 £
TURNOVER	2	1,614,929	892,363
Cost of sales		(511,549)	(217,482)
GROSS PROFIT		1,103,380	674,881
Administrative expenses		(1,005,835)	(777,986)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		97,545	(103,105)
Tax on profit/(loss) on ordinary activities	6	277,090	-
PROFIT/(LOSS) FOR THE FINANCIAL YEAR	12	374,635	(103,105)

All of the activities of the company are classed as continuing.

There are no recognised gains and losses in either the current or prior years other than those shown in the above profit and loss account.

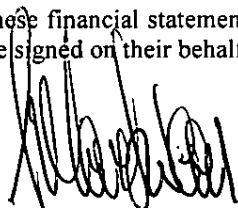
The accompanying accounting policies and notes form an integral part of these financial statements.

**IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS
NETINTELLIGENCE LIMITED)**

**BALANCE SHEET
31 March 2011**

	Note	2011 £	2010 £
FIXED ASSETS			
Tangible fixed assets	7	57,475	37,644
Non-current deferred tax asset	8	196,750	-
		<u>254,225</u>	<u>37,644</u>
CURRENT ASSETS			
Debtors	8	227,365	3,438,313
Cash at bank and in hand		128,920	14,692
		<u>356,285</u>	<u>3,453,005</u>
CREDITORS: amounts falling due within one year	9	<u>(1,644,122)</u>	<u>(791,131)</u>
NET CURRENT (LIABILITIES)/ASSETS		<u>(1,287,837)</u>	<u>2,661,874</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(1,033,612)</u>	<u>2,699,518</u>
CREDITORS: amounts falling due after more than one year	10	<u>(4,431,729)</u>	<u>(8,552,300)</u>
NET LIABILITIES		<u>(5,465,341)</u>	<u>(5,852,782)</u>
CAPITAL AND RESERVES			
Called up share capital	11	1,500,000	1,500,000
Other reserves	12	45,001	32,196
Profit and loss account	12	<u>(7,010,342)</u>	<u>(7,384,978)</u>
SHAREHOLDERS' DEFICIT	13	<u>(5,465,341)</u>	<u>(5,852,782)</u>

These financial statements were approved by the Board of Directors and authorised for issue on 31 May 2011 and are signed on their behalf by:



A MacSween
Director

Company number: SC187413

The accompanying accounting policies and notes form an integral part of these financial statements.

**IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS
NETINTELLIGENCE LIMITED)**

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2011

1. ACCOUNTING POLICIES

The principal accounting policies are summarised below. They have been applied consistently throughout the current year and the preceding year.

Basis of preparation

In preparation of the financial statements on a going concern basis, the directors have reviewed the cash flow forecasts and working capital requirements of the company for the 12 month period from date of board approval of these financial statements. The company is reliant on the support of its parent company who has given support for at least the 12 months from date of board approval of these statements.

The financial statements are prepared under the historical cost convention, and in accordance with applicable United Kingdom accounting standards.

Share based payments

Where employees are rewarded using share-based payments, the fair values of employees' services are determined indirectly by reference to the fair value of the instrument granted to the employee. This fair value is appraised at the grant date and excludes the impact of non-market vesting conditions (for example, profitability and sales growth targets).

All equity-settled share-based payments are ultimately recognised as an expense in the profit and loss account with a corresponding credit to other reserves.

If vesting periods or other non-market vesting conditions apply, the expense is allocated over the vesting period, based on the best available estimate of the number of share options expected to vest. Estimates are revised subsequently if there is any indication that the number of share options expected to vest differs from previous estimates. Any cumulative adjustment prior to vesting is recognised in the current period. No adjustment is made to any expense recognised in prior periods if share options that have vested are not exercised.

Upon exercise of share options, the proceeds received net of attributable transaction costs are credited to share capital, and where appropriate share premium.

Turnover and direct costs

Revenue from the sale of software licences is recognised once the licence has been delivered and all significant obligations in relation to the sale have been fulfilled. Revenue from one-off services is recognised on completion.

Revenue from ongoing services, including mail filter and software maintenance, is recognised on a straight line basis over the life of the contract with the unearned portion of the revenue being included in creditors as deferred revenue.

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 less estimated residual value of each asset over its expected useful life, as follows:

Leasehold property	4 years
Computer and software equipment	3-4 years
Office equipment	4 years

Taxation

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by 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 that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS NETINTELLIGENCE LIMITED)

NOTES TO THE FINANCIAL STATEMENTS Year ended 31 March 2011

1. ACCOUNTING POLICIES (CONTINUED)

Taxation (continued)

A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be sufficient taxable profits from which the future reversal of the underlying timing difference can be deducted.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets and liabilities are not discounted.

Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to the profit and loss account.

Development expenditure

Development expenditure is charged to the profit and loss account as incurred.

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.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

Pensions

The company contributes to a defined contribution scheme on behalf of the directors and some senior staff members. The annual contributions payable are charged to the profit and loss account.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risk of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Cash flow and related party transactions

The company has taken advantage of the exemption in Financial Reporting Standard No. 1 (Revised) "Cash flow statements" not to produce a cash flow statement as the company is a wholly owned subsidiary undertaking of iomart Group plc, incorporated in Scotland, which consolidates the results of the company and whose consolidated financial statements are publicly available.

Further the company has taken advantage of the exemption in Financial Reporting Standard No. 8 "Related Party Transactions" not to disclose transactions with other group undertakings or investees of the group, headed by iomart Group plc.

Investments

Fixed asset investments are stated at cost less provision for impairment.

**IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS
NETINTELLIGENCE LIMITED)**

**NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2011**

2. TURNOVER

	2011 £	2010 £
Geographical market by destination		
United Kingdom	1,594,370	892,363
Rest of the World	20,559	-
	<u>1,614,929</u>	<u>892,363</u>

All turnover originates from one class of business which is the provision of cloud computing hosting services.

3. PROFIT/(LOSS) BEFORE TAXATION

	2011 £	2010 £
Profit/(loss) before taxation is stated after charging:		
Depreciation of tangible assets – owned assets	34,446	42,750
Auditors' remuneration for audit services	7,500	7,000
Loss on foreign exchange transactions	3,844	1,287
	<u>45,790</u>	<u>50,037</u>

4. DIRECTORS AND EMPLOYEES

Number of employees

The average monthly number of employees (including directors) during the year was:

	2011 No.	2010 No.
Administrative staff	2	1
Technical staff	9	9
Sales and marketing staff	5	4
	<u>16</u>	<u>14</u>

Employee costs were:

	£	£
Wages and salaries	743,980	512,283
Social security costs	91,387	50,252
Other pension costs (note 6)	39,718	4,800
Share based payments	12,805	10,969
	<u>887,890</u>	<u>578,304</u>

The Directors are employed and remunerated by other companies in the iomart Group. They do not receive any remuneration specifically for their services as Directors of the Company (2010 - £nil).

**IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS
NETINTELLIGENCE LIMITED)**

NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2011

5. PENSION COSTS

	2011 £	2010 £
Contributions paid by the company for the year	9,718	4,800
Contributions accrued by the company for the year	30,000	-
	<u>39,718</u>	<u>4,800</u>

6. TAX ON PROFIT/(LOSS) ON ORDINARY ACTIVITIES

Analysis of the tax credit	2011 £	2010 £
Current tax charge for the year	-	-
Deferred tax	277,090	-
Tax on profit/(loss) on ordinary activities	<u>277,090</u>	<u>-</u>

Factors affecting the tax credit for the current year	2011 £	2010 £
Profit/(loss) on ordinary activities before taxation	97,545	(103,105)
Tax at 28% (2010 - 28%) thereon:	27,313	(28,869)
Effects of:		
Expenses not deductible for tax purposes	5,354	4,471
Capital allowances in excess of depreciation	(13,053)	(12,465)
Research and development tax credit	(5,634)	(8,114)
Utilisation of carried forward losses	(734)	-
Statutory deductions on exercise of share options	(13,246)	(14,491)
Group relief	-	59,468
Current tax charge for the year	<u>-</u>	<u>-</u>

**IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS
NETINTELLIGENCE LIMITED)**

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2011

7. TANGIBLE FIXED ASSETS

	Leasehold property £	Computer and software equipment £	Office equipment £	Total £
Cost				
At 1 April 2010	343,312	399,154	258,785	1,001,251
Additions	-	54,277	-	54,277
At 31 March 2011	343,312	453,431	258,785	1,055,528
Accumulated depreciation				
At 1 April 2010	338,553	366,550	258,504	963,607
Charge for the year	4,759	29,406	281	34,446
At 31 March 2011	343,312	395,956	258,785	998,053
Net book value				
At 31 March 2011	-	57,475	-	57,475
At 31 March 2010	4,759	32,604	281	37,644

8. DEBTORS

	2011 £	2010 £
Amounts falling due within one year		
Trade debtors	132,182	416,275
Amounts owed by group undertakings	-	3,003,307
Prepayments and accrued income	14,843	18,731
Deferred tax	80,340	-
	227,365	3,438,313
Amounts falling due after more than one year		
Deferred tax	196,750	-
	424,115	3,438,313

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011 £	2010 £
Trade creditors	8,821	29,605
Other taxation and social security	77,983	80,354
Accruals and deferred income	1,557,318	681,172
	1,644,122	791,131

**IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS
NETINTELLIGENCE LIMITED)**

**NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2011**

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2011 £	2010 £
Amounts owed to group undertakings	<u>4,437,541</u>	<u>8,552,300</u>

11. SHARE CAPITAL

	2011 £	2010 £
Authorised:		
10,000,000 ordinary shares of £1 each	<u>10,000,000</u>	<u>10,000,000</u>
Allotted, called up and fully paid:		
1,500,000 ordinary shares of £1 each	<u>1,500,000</u>	<u>1,500,000</u>

12. STATEMENT OF MOVEMENT ON RESERVES

	Profit and loss account £	Other reserves £	Total £
Balance at 1 April 2010	(7,384,977)	32,196	(7,352,781)
Profit for the financial year	374,635	-	374,635
Share based payment for the financial year	-	12,805	12,805
Balance at 31 March 2011	<u>(7,010,342)</u>	<u>45,001</u>	<u>(6,965,341)</u>

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' DEFICIT

	2011 £	2010 £
Profit/(loss) for the financial year	374,635	(103,105)
Share based payments	12,805	10,969
Opening shareholders' deficit	<u>(5,852,781)</u>	<u>(5,760,645)</u>
Closing shareholders' deficit	<u>(5,465,341)</u>	<u>(5,852,781)</u>

**IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS
NETINTELLIGENCE LIMITED)**

**NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2011**

14. FINANCIAL COMMITMENTS

Lease Commitments

At 31 March 2011 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2011	2010
	£	£
Expiry date:		
Within one year	-	-
Between two and five years	-	-
In over five years	185,000	185,000
	<u>185,000</u>	<u>185,000</u>

Pension commitments

The company contributes to a defined contribution pension scheme on behalf of some senior staff. The total pension cost which is charged against profits represents contributions payable by the company and amounted to £39,718 (2010 – £4,800).

**IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS
NETINTELLIGENCE LIMITED)**

NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2011

15. SHARE BASED PAYMENTS

The company allows employees to participate in the following share based payment schemes which the company's parent, iomart Group plc, operates: Enterprise Management Incentive scheme, Sharesave scheme, a number of other approved schemes and a number of unapproved schemes. All schemes are settled in equity only and are summarised below.

Scheme Description	Vesting Period	Maximum Term	Performance Criteria	Requirement to remain in employment
Enterprise Management Incentive Scheme	Between 1 and 3 years from grant	10 years after date of grant	As set by the remuneration committee of iomart Group plc	Yes
Other Approved Schemes	Between 1 and 3 years from grant	10 years after date of grant	As set by the remuneration committee of iomart Group plc	Yes
Unapproved Schemes	3 years from grant	10 years after date of grant	As set by the remuneration committee of iomart Group plc	Yes

As at 31 March 2011										
Details				Options for shares outstanding						Vested options for shares not yet exercised
Exercise price	Grant date	Exercise date	Expiry date	31 March 2010	Transferred	Issued	Exercised	Expired	31 March 2011	31 March 2011
Enterprise management incentive scheme										
6.25	02/07/2003	02/07/2004	02/07/2013	34,999	-	-	-	-	34,999	34,999
6.25	02/07/2003	02/07/2005	02/07/2013	35,000	-	-	-	-	35,000	35,000
6.25	02/07/2003	02/07/2006	02/07/2013	35,001	-	-	-	-	35,001	35,001
46.50	29/09/2008	31/03/2009	29/09/2018	83,334	(83,334)	-	-	-	-	-
46.50	29/09/2008	31/03/2010	29/09/2018	83,334	(83,334)	-	-	-	-	-
46.50	29/09/2008	31/03/2011	29/09/2018	77,957	(77,957)	-	-	-	-	-
87.50	02/12/2010	31/03/2012	31/03/2022	-	-	43,334	-	-	43,334	-
87.50	02/12/2010	31/03/2013	31/03/2022	-	-	43,333	-	-	43,333	-
87.50	02/12/2010	31/03/2014	31/03/2022	-	-	43,333	-	-	43,333	-
Unapproved schemes										
11.75	31/10/2001	31/10/2001	31/10/2011	50,000	-	-	-	-	50,000	50,000
46.50	29/09/2008	31/03/2009	29/09/2018	-	83,334	-	(83,334)	-	-	-
46.50	29/09/2008	31/03/2010	29/09/2018	-	83,334	-	(14,248)	-	69,086	69,086
46.50	29/09/2008	31/03/2011	29/09/2018	5,376	77,957	-	-	-	83,333	83,333
Approved Schemes										
44.00	24/01/2001	24/01/2004	24/01/2011	20,000	-	-	(20,000)	-	-	-
13.50	26/09/2001	26/09/2004	26/09/2011	5,000	-	-	-	-	5,000	5,000
Total				430,001	-	130,000	(117,582)	-	442,419	312,419
Weighted Average Exercise price				32.13p	-	87.50p	46.07p	-	44.69p	26.88p

**IOMART CLOUD SERVICES LIMITED (FORMERLY KNOWN AS
NETINTELLIGENCE LIMITED)**

**NOTES TO THE FINANCIAL STATEMENTS
Year ended 31 March 2011**

15. SHARED BASED PAYMENTS (CONTINUED)

As at 31 March 2010										
Details				Options for shares outstanding					Vested options for shares not yet exercised	
Exercise price	Grant date	Exercise date	Expiry date	31 March 2009	Issued	Forfeited	Exercised	Expired	31 March 2010	31 March 2010
Enterprise management incentive scheme										
6.25	02/07/2003	02/07/2004	02/07/2013	34,999	-	-	-	-	34,999	34,999
6.25	02/07/2003	02/07/2005	02/07/2013	35,000	-	-	-	-	35,000	35,000
6.25	02/07/2003	02/07/2006	02/07/2013	35,001	-	-	-	-	35,001	35,001
46.50	29/09/2008	31/03/2009	29/09/2018	83,334	-	-	-	-	83,334	83,334
46.50	29/09/2008	31/03/2010	29/09/2018	83,334	-	-	-	-	83,334	83,334
46.50	29/09/2008	31/03/2011	29/09/2018	77,957	-	-	-	-	77,957	-
Savings related scheme										
76.00	01/03/2006	01/03/2010	01/09/2010	12,302	-	-	-	(12,302)	-	-
Unapproved schemes										
5.00	29/03/2000	11/05/2000	29/03/2011	63,894	-	-	(63,894)	-	-	-
5.00	29/03/2000	11/02/2001	29/03/2011	63,893	-	-	(63,893)	-	-	-
5.00	29/03/2000	11/02/2002	29/03/2011	63,893	-	-	(63,893)	-	-	-
11.75	31/10/2001	31/10/2001	31/10/2011	50,000	-	-	-	-	50,000	50,000
46.50	29/09/2008	31/03/2011	29/09/2018	5,376	-	-	-	-	5,376	-
Approved Schemes										
44.00	24/01/2001	24/01/2004	24/01/2011	20,000	-	-	-	-	20,000	20,000
13.50	26/09/2001	26/09/2004	26/09/2011	5,000	-	-	-	-	5,000	5,000
Total				633,983	-	-	(191,680)	(12,302)	430,001	346,668
Weighted Average Exercise price				24.78p	-	-	5.00p	76.00p	32.13p	28.68p

In accordance with the transitional provisions of FRS, the requirements of FRS 20 Share Based Payment have not been applied to equity instruments that were granted before 7 November 2002 or equity instruments that were granted after 7 November 2002 that had vested before the date of transition, being 1 April 2005. Therefore the following disclosures relate only to awards made after 7 November 2002 that had not vested by 1 April 2005.

As disclosed in note 12, a share based payment charge of £12,805 (2010: £10,969) has been recognised in the profit and loss during the year in relation to the above schemes.

16. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The ultimate parent company and controlling party is iomart Group plc, a company registered in Scotland, which heads the smallest and largest group in which the results of iomart Cloud Services Limited (formerly known as Netintelligence Limited) are consolidated.

The consolidated financial statements are available from iomart Group plc, Lister Pavilion, Kelvin Campus, West of Scotland Science Park, Glasgow G20 0SP.