Northern Edge Limited

ABBREVIATED ACCOUNTS

for the year ended

30 September 2011

SATURDAY

A1IHVL7E

A18 29/09/2012 #244

COMPANIES HOUSE

Company Registration No. SC208039

INDEPENDENT AUDITOR'S REPORT TO NORTHERN EDGE LIMITED UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of Northern Edge Limited for the year ended 30 September 2011 prepared under section 396 of the Companies Act 2006.

Respective responsibilities of directors and auditor
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.

This report, including the opinion, has been prepared for and only for the company for the purpose of section 449 of the Companies Act 2006 and for no other purpose. To the fullest extent permitted by law, we do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Basis of opinion
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
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 have been properly prepared in accordance with the regulations made under that section.



STEVEN RAILTON (Senior Statutory Auditor)
For and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor
Chartered Accountants
1 St. James' Gate
Newcastle upon Tyne
NE1 4AD

27/7/12

Company Registration No. SC208039

Northern Edge Limited

ABBREVIATED BALANCE SHEET

30 September 2011

	Notes	2011 £	2010 £
FIXED ASSETS			
Investments	1	2,655,684	3,167,580
CURRENT ASSETS			
Debtors		454,246	343,795
Investments		155,013	200,993
Cash at bank and in hand		94,952	77,453
		704,211	622,241
CREDITORS amounts falling due within one year		33,955	37,470
NET CURRENT ASSETS		670,256	584,771
TOTAL ASSETS LESS CURRENT LIABILITIES		3,325,940	3,752,351
CREDITORS amounts falling due after more than one year		522,630	522,630
		2,803,310	3,229,721
CAPITAL AND RESERVES			
Called up equity share capital	2	184,789	184,789
Share premium account		4,005,672	4,005,672
Profit and loss account		(1,387,151)	(960,740)
SHAREHOLDERS' FUNDS		2,803,310	3,229,721

These abbreviated accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The abbreviated accounts on pages 2 to 4 were approved by the Board of Directors and authorised for issue on 17 SEPTEMBER 2012 and are signed on their behalf by:

S Robertson
Director

Northern Edge Limited
ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

TURNOVER

Turnover represents the fair value of consideration receivable from the provision of services during the year and is stated net of Value Added Tax.

PENSION COSTS

The pension costs charged in the financial statements represent the contribution payable by the company during the year into a defined contribution scheme.

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.

INVESTMENTS

Fixed asset investments are stated at cost less provision for any impairment. Current asset investments are stated at the lower of cost and net realisable value.

Northern Edge Limited
NOTES TO THE ABBREVIATED ACCOUNTS
for the year ended 30 September 2011

1 FIXED ASSET INVESTMENTS

	Unlisted investments
	£
Cost	
At 1 October 2010	3,640,148
Additions	263,888
Disposals	(770,269)
At 30 September 2011	3,133,767
Provisions for impairment	
At 1 October 2010	472,568
Additions	5,515
Disposals	-
At 30 September 2011	478,803
Net book value	
At 30 September 2011	2,655,684
At 30 September 2010	3,167,580

Fixed asset investments comprise loans and equity holdings in unlisted companies.

2 SHARE CAPITAL

	2011	2010
	£	£
Allotted, called up and fully paid:		
30,300,000 Ordinary A shares of £0.0025 each	75,750	75,750
43,615,667 Ordinary B shares of £0.0025 each	109,039	109,039
	184,789	184,789

The ordinary A shares and ordinary B shares hold different class rights. In the event of a winding-up of the company or other return of capital, the assets of the company remaining after payment of its debts and liabilities shall be applied first in paying to the holders of the B shares an amount equal to the subscription price paid by them less the nominal value of the B shares (in proportion to the number of B shares held by each shareholder) and thereafter in distributing the balance to the shareholders pari passu.

There is an unapproved employee share option scheme for three of the company's directors. A total of 3,695,782 B ordinary share options have been granted at an option price of 0.25 pence per share, exercisable only on the company obtaining a market capitalisation of £40 million.

3 POST BALANCE SHEET EVENTS

During the year a special resolution was passed and a solvency statement was declared by the directors in order that a capital reduction could be applied to create sufficient distributable reserves for the declaration of the dividends amounting to £550,000. The applicable resolutions and statements were not filed with Companies House prior to the dividend payments, which meant that under the Companies Act 2006 the company did not have sufficient distributable reserves from which to declare these dividends. These documents were subsequently filed with Companies House on 4 August 2012.