

Registered number  
02679207

20 20 Mobile Group Limited

Report and accounts

31 March 2013

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**20:20 Mobile Group Limited**

**Report and accounts for the year ended 31 March 2013**

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**20:20 Mobile Group Limited**

**Report and accounts for the year ended 31 March 2013**

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**Directors and advisors**

**Directors**

Meinie Oldersma  
Nicholas Smith  
Andrew White

**Secretary**

Nicholas Smith

**Independent auditors**

PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
101 Barbirolli Square  
Lower Mosley Street  
Manchester  
M2 3PW

**Bankers**

Barclays Bank PLC  
PO Box 202  
36 Town Road  
Hanley  
Stoke on Trent  
Staffordshire  
ST1 2PJ

**Solicitors**

DWF LLP  
1 Scott Place  
2 Hardman Square  
Spinningfields  
Manchester  
M3 3AA

**Registered office**

Weston Road  
Crewe  
Cheshire  
CW1 6BU

**Registered number**

02679207

## **20:20 Mobile Group Limited**

### **Report and accounts for the year ended 31 March 2013**

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#### **Directors' report**

The directors present their report and audited financial statements for the year ended 31 March 2013. The Directors' report has been prepared taking advantage of the small companies exemption under section 415(a) of the Companies Act 2006.

#### **Principal activities**

The principal activity of 20:20 Mobile Group Limited is that of a holding company. In the prior year the company also bore the operational costs of 20:20 Mobile (International) Limited of £1,518,207, these costs are now being taken by a fellow subsidiary.

#### **Review of business and future developments**

The company made an operating profit before exceptionals of £732,553 (2012 loss £118,951), the majority of these exceptional items relate to the provision against recovery of intercompany balances due from loss making subsidiaries. The company's loss for the financial year was £2,339,907 (2012 loss £21,592,587 which included an impairment charge of £5,770,768), which will be deducted from the reserves.

#### **Dividends**

The company has not paid any dividends during the year (2012 £nil). The directors do not recommend payment of a dividend.

#### **Going concern**

The accounts have been prepared on a going concern basis. This basis is dependent upon continued support from the company's parent undertaking. The directors believe, and the parent has indicated, that continued support is available for the foreseeable future and it is therefore appropriate to prepare the accounts on a going concern basis.

#### **Donations**

The company did not make any charitable or political donations in the year (2012 £nil).

#### **Supplier payment policy**

The company keeps to payment terms that have been agreed with suppliers. The ability to keep to these terms is dependent on suppliers sending accurate and adequate invoices on a timely basis.

#### **Directors**

The directors of the company who held office during the year and up to the date of the signing of the financial statements are listed below:

Meinie Oldersma  
Nicholas Smith  
Andrew White

#### **Directors' indemnities**

Chicago Holdings Limited has indemnified the company's directors against liability in respect of proceedings brought by third parties, subject to the conditions set out in the Companies Act 2006. Such a qualifying third party indemnity provision was in force throughout the year and at the date of approving the directors' report.

## **20:20 Mobile Group Limited**

### **Report and accounts for the year ended 31 March 2013**

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#### **Directors' report**

##### **Financial risk management objectives and policies**

The company's principal financial instruments, other than derivatives, comprise overdrafts and short-term borrowings and cash and short-term deposits. The main purpose of these financial instruments is to finance the company's operations. The company has various other financial assets and liabilities such as trade debtors and trade creditors, which arise directly from its operations.

It is, and has been throughout the year under review, the group's policy that no trading in financial instruments be undertaken.

The main risks arising from the company's financial instruments are cash flow interest rate risk, liquidity risk, credit risk and currency risk.

##### *Cash flow interest rate risk*

The company's exposure to the risk of changes in market interest rates relates to its overdraft and short-term borrowings, cash and short-term deposits, which have fixed and floating interest rates. All surplus funds are managed daily to ensure maximization of interest receivable or reduction of interest payable in the medium term.

##### *Credit risk*

The company extends credit only to recognised, creditworthy third parties. It is the company's policy that all customers who wish to trade on credit terms are subject to credit verification procedures and credit insurance is taken where possible. In addition, trade debtor balances are monitored on an ongoing basis with the result that the company's exposure to bad debts is not significant.

##### *Liquidity risk*

The company aims to maintain a balance between continuity of funding and flexibility by ensuring that sufficient borrowing facilities are in place by reference to forecast debt levels.

##### *Currency risk*

The Company's activities expose it primarily to the financial risks of changes in foreign exchange rates. The Company uses derivative financial instruments (primarily foreign currency forward contracts) to hedge its risks associated with foreign currency fluctuations relating to certain firm commitments and forecasted transactions.

The occasional use of financial derivatives is governed by the Group's policies approved by the Board of Directors, which provide written principles in the use of financial derivatives consistent with the Group's risk management strategy. The Company does not use derivative financial instruments for speculative purposes.

Where a derivative contract entered into relates to a financial asset or liability recognised in the balance sheet, the financial asset or liability is recognised at the contracted rate. Financial derivatives that relate to future transactions are not recognised in the balance sheet.

#### **Independent auditors**

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office and a resolution concerning their reappointment will be proposed at the Annual General Meeting.

This report was approved on behalf of the board on 31 August 2013.



Nicholas Smith  
**Secretary**

## **20:20 Mobile Group Limited**

### **Report and accounts for the year ended 31 March 2013**

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#### **Statement of directors' responsibilities**

The directors are responsible for preparing the Directors' Report and 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 prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 of the company and of the profit or loss of the company for that year. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent, 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 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 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.

#### **Disclosure of information to auditors**

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware, and all steps have been taken to ensure that the directors are aware of any relevant information, and to establish that the company's auditors are aware of that information.

**20:20 Mobile Group Limited**  
**Report and accounts for the year ended 31 March 2013**

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**Independent auditors' report to the members of 20:20 Mobile Group Limited**

We have audited the financial statements of 20:20 Mobile Group Limited for the year ended 31 March 2013 which comprise the Profit and loss account, the statement of total recognised gains and losses, 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).

**Respective responsibilities of directors and auditors**

As explained more fully in the Statement of directors' responsibilities set out on page 4 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 Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, 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.

**Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report and accounts to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

**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 2013 and of its loss 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.

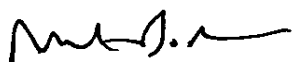
**Opinion on other matter prescribed by the Companies Act 2006**

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

- 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, or
- the directors were not entitled to take advantage of the small companies exemption in preparing the directors' report.



Nicholas Boden (Senior Statutory Auditor)  
For and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
Manchester  
31 August 2013

**20:20 Mobile Group Limited**  
**Report and accounts for the year ended 31 March 2013**  
**Profit and loss account**  
**for the year ended 31 March 2013**

	Notes	2013 £	2012 £
Other operating income	2	3,318,625	4,605,960
Other operating expenses	2	(2,586,072)	(4,724,911)
Exceptional operating expenses	3	(6,210,655)	(19,689,227)
<b>Operating loss</b>	4	(5,478,102)	(19,808,178)
Interest receivable and similar income	7	1,200,012	1,523,507
Interest payable and similar charges	8	(3,812,643)	(3,305,098)
Income from shares in group undertakings	9	5,576,800	-
<b>Loss on ordinary activities before taxation</b>		(2,513,933)	(21,589,769)
Tax credit / (charge) on loss on ordinary activities	10	174,026	(2,818)
<b>Loss for the year</b>	18	<u>(2,339,907)</u>	<u>(21,592,587)</u>

All amounts relate to continuing operations

**Statement of total recognised gains and losses**  
**for the year ended 31 March 2013**

		2013 £	2012 £
Loss for the financial year	19	(2,339,907)	(21,592,587)
Exchange rate adjustment on intercompany long term loans	19	<u>(183,274)</u>	<u>(1,104,000)</u>
<b>Total recognised loss for the financial year</b>		<u>(2,523,181)</u>	<u>(22,696,587)</u>

There are no material differences between the loss on ordinary activities before taxation and the loss for the year stated above, and their historical cost equivalents

The notes on pages 8 to 14 form an integral part of the financial statements



**20:20 Mobile Group Limited**  
**Report and accounts for the year ended 31 March 2013**  
**Balance sheet**  
**as at 31 March 2013**

	Notes	31 March 2013 £	31 March 2012 £
<b>Fixed assets</b>			
Intangible assets	11	-	-
Tangible assets	12	87,666	106,185
Investments	13	<u>23,366,006</u>	<u>23,366,006</u>
		23,453,672	23,472,191
<b>Current assets</b>			
Debtors (including £9 4m (2012 £14 4m) due after one year)	14	29,775,141	23,260,697
Cash at bank and in hand		2,289,579	-
		<u>32,064,720</u>	<u>23,260,697</u>
<b>Creditors, amounts falling due within one year</b>	15	(67,826,516)	(56,517,831)
<b>Net current liabilities</b>		(35,761,796)	(33,257,134)
<b>Total assets less current liabilities</b>		<u>(12,308,124)</u>	<u>(9,784,943)</u>
<b>Net liabilities</b>		<u>(12,308,124)</u>	<u>(9,784,943)</u>
<b>Capital and reserves</b>			
Called up share capital	17	1,052,634	1,052,634
Profit and loss account	18	(13,360,758)	(10,837,577)
<b>Total shareholders' deficit</b>	19	<u>(12,308,124)</u>	<u>(9,784,943)</u>

The financial statements on pages 6 to 14 were approved by the board of directors on 31 August 2013 and were signed on its behalf by



Nicholas Smith  
**Director**

20 20 Mobile Group Limited

Registered number

02679207

**20:20 Mobile Group Limited**  
**Report and accounts for the year ended 31 March 2013**

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**Notes to the financial statements**  
**for the year ended 31 March 2013**

**1 Accounting policies**

The financial statements have been prepared in accordance with applicable accounting standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently throughout the year, is set out below.

***Basis of accounting***

The financial statements are prepared under the historical cost convention, the going concern basis and in accordance with applicable United Kingdom accounting standards. The financial statements are in accordance with the Companies Act 2006. The directors believe, and the parent company has indicated, that continued support is available for the foreseeable future and it is therefore appropriate to prepare accounts on a going concern basis.

***Exemption from consolidation***

The company is a wholly owned subsidiary of Chicago Beta Limited, incorporated in the UK and is included in the consolidated financial statements of Chicago Beta Limited which are publicly available. Consequently, the company has taken advantage of the exemption from preparing consolidated financial statements under s400 of the Companies Act 2006.

***Tangible fixed assets***

Tangible fixed assets are stated at their purchase cost, together with any incidental expenses of acquisition. Depreciation is provided on all tangible fixed assets, other than freehold land, so as to write off the cost or valuation over the expected useful economic life of the assets concerned. The principal annual rates for this purpose are:

Computers, fixtures and fittings	25% - 50% per annum straight line
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***Exceptional items***

Exceptional items are items that in the opinion of the directors, should be disclosed separately on the face of the profit and loss account on the basis that they are material, either by their nature or by their size.

***Finance income and expenses***

Finance income and expenses are recognised in the profit and loss account in the period to which they relate.

***Investments***

Fixed asset investments are stated at cost unless, in the opinion of the directors, there has been a permanent diminution in value, in which case an appropriate adjustment for impairment is made. Cost is the aggregate nominal value of the relevant number of company's shares and the fair value of any other consideration given to acquire the share capital of the subsidiary undertaking(s).

***Cash flow statement and related party disclosures***

The company is a wholly owned subsidiary of Chicago Beta Limited and is included in the consolidated financial statements of Chicago Beta Limited which are publicly available and its cash flows are included in the consolidated group cash flow statement of that company. Consequently, the company has taken advantage of the exemption under the terms of FRS 1(Revised 1996) 'Cash Flow Statements' from disclosing a cash flow statement. The company has also taken advantage of the exemption granted under the terms of paragraph 3(c) of FRS 8 'Related party disclosures' from disclosing related party transactions with entities that are part of the Chicago Beta Limited group or investees in that group.

***Foreign currencies***

Transactions in foreign currencies are converted into sterling at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are converted into sterling at the rate of exchange ruling at the balance sheet date unless there is a specific foreign exchange contract in place. All differences are taken to the profit and loss account apart from differences arising from intercompany long term loans with overseas investments, which are dealt with through the statement of recognised gains and losses.

***Leases***

Rentals paid under operating leases are charged or credited to the profit and loss account on a straight line basis over the lease term.

***Dividends***

Dividends are accounted for in the year in which they are receivable.

**20:20 Mobile Group Limited**  
**Report and accounts for the year ended 31 March 2013**  
**Notes to the financial statements**  
**for the year ended 31 March 2013**

**1 Accounting policies (continued)**

***Current deferred taxation***

Current tax is calculated on the basis of the laws enacted or substantively enacted at the balance sheet date in the countries where the group operates. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation and establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

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 right to pay less tax, with the following exception:

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 years in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the

***Defined contribution pension scheme***

The company contributes to and also administers the group pension scheme on behalf of other group companies. Pension costs are accounted for on the basis of contributions payable during the period. All expenditure is charged to the profit and loss account in the year to which it relates.

***Intangible assets***

Costs relating to the group branding and logo have been capitalised and are charged to the profit and loss account over 3 years from the launch date.

**2 Other operating income and expenses**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Operating income	5,890	652
Management charges and trademark royalties	3,312,735	4,605,308
Administrative expenses	<u>(2,586,072)</u>	<u>(4,724,911)</u>
Operating income before exceptional items	<u>732,553</u>	<u>(118,951)</u>

**3 Exceptional operating expenses**

The loss before tax on ordinary activities is arrived at after (charging) / crediting the following items:

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Reorganisation costs	(2,777,168)	(2,119,295)
Provision against recovery of intercompany balances	(4,764,751)	(13,906,164)
Reversal of provisions against recovery of intercompany loans	1,331,264	-
Impairment of investments in subsidiaries	-	(5,770,768)
Waiver received for intercompany creditors	-	2,107,000
Total	<u>(6,210,655)</u>	<u>(19,689,227)</u>

Reorganisation costs above for both 2013 and 2012, represent employee related restructuring costs and strategic review costs relating to group business and reorganisation reviews in Turkey, Germany, Italy and Benelux.

Provision has been made against the recovery of certain intercompany balances due from loss making subsidiaries.

An intercompany balance, which had been fully provided for in the prior year was partially repaid during the year.

The impairment in 2012 relates to the investment in 20:20 Mobile (UAE) FZE being written down to £ nil. Intercompany loans and balances in 2012 were waived as part of the internal restructuring of the group.

**20:20 Mobile Group Limited**  
**Report and accounts for the year ended 31 March 2013**  
**Notes to the financial statements**  
**for the year ended 31 March 2013**

<b>4 Operating loss</b>	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Operating loss is stated after charging		
Depreciation of owned fixed assets	85,603	80,400
Amortisation of trademarks	-	39,651
Operating lease rentals - plant and machinery	197,871	326,377
Auditors' remuneration - audit	40,000	40,000
Auditors' remuneration - taxation	42,711	48,779
Auditors' remuneration - other	47,792	3,119
	<u>47,792</u>	<u>3,119</u>

<b>5 Directors' emoluments</b>	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Aggregate emoluments	1,388,103	1,189,371
Company contributions to money purchase pension schemes	100,000	125,184
	<u>1,488,103</u>	<u>1,314,555</u>

Retirement benefits are accruing to two (2012 two) directors under a money purchase pension scheme

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Highest paid director		
Aggregate emoluments	792,377	692,655
Company contributions to money purchase pension schemes	50,000	50,000
	<u>842,377</u>	<u>742,655</u>

One director is not remunerated for services provided to the company

<b>6 Staff costs</b>	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Wages and salaries	2,663,573	3,390,443
Social security costs	361,550	375,651
Other pension costs	239,293	248,845
	<u>3,264,416</u>	<u>4,014,939</u>

<b>Average number of employees (including directors) during the year</b>	<b>Number</b>	<b>Number</b>
Management and supervision	10	15
Other employees	10	18
	<u>20</u>	<u>33</u>

<b>7 Interest receivable and similar income</b>	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Bank interest receivable	-	3,332
Interest receivable from other group companies	1,200,012	1,520,175
	<u>1,200,012</u>	<u>1,523,507</u>

<b>8 Interest payable and similar charges</b>	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	197,009	258,015
Interest payable to other group companies	3,615,634	3,047,083
	<u>3,812,643</u>	<u>3,305,098</u>

**20:20 Mobile Group Limited**  
**Report and accounts for the year ended 31 March 2013**  
**Notes to the financial statements**  
**for the year ended 31 March 2013**

<b>9 Income from shares in group undertakings</b>	<b>2013 £</b>	<b>2012 £</b>
Equity dividends received	<u>5,576,800</u>	<u>-</u>

During the year a €7m dividend was received from 20 20 Mobile (International) Limited

<b>10 Tax (credit) / charge on loss profit on ordinary activities</b>	<b>2013 £</b>	<b>2012 £</b>
<b>(a) Analysis of profit and loss account tax (credit) / charge</b>		
<b>Current tax:</b>		
UK corporation tax on loss for the year	<u>-</u>	<u>-</u>
Total current tax	<u>-</u>	<u>-</u>
<b>Deferred tax:</b>		
Current	(172,221)	(19,296)
Prior years	(14,775)	22,114
Arising from changes to tax rates	<u>12,970</u>	<u>-</u>
Total deferred tax (note 16)	<u>(174,026)</u>	<u>2,818</u>
Tax (credit) / charge on loss on ordinary activities	<u>(174,026)</u>	<u>2,818</u>

**(b) Reconciliation of the expected tax credit at the standard rate to the actual tax (credit) / charge at the effective rate**

The tax charge for the period is higher (2012 higher) than the standard rate of UK corporation tax of 24% (2012 26%) The differences are explained below

	<b>2013 £</b>	<b>2012 £</b>
Loss on ordinary activities before tax	<u>(2,513,933)</u>	<u>(21,589,769)</u>
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 24% (2012 26%)	(603,344)	(5,613,340)
Effects of		
Non taxable expenses	1,119,630	3,142,790
Impairment of investments	-	1,495,260
Loans waived	-	981,295
UK dividend income not subject to tax	(1,338,432)	-
Depreciation in excess of capital allowances	20,545	20,904
Surrender of UK Group losses for nil payment	642,436	(26,909)
Losses arising in year not relievabale against current tax	<u>159,165</u>	<u>-</u>
Current tax charge for the year	<u>-</u>	<u>-</u>

**(c) Factors that may affect the future tax charge**

Further changes to the main rate of UK corporation tax were announced in the March 2013 Budget Statement. Legislation to reduce the main rate of corporation tax to 23% from 1 April 2013 was substantively enacted at the balance sheet date as part of the Finance Act 2012. Legislation to reduce the main rate of corporation tax from 23% to 21% from 1 April 2014 is expected to be included in the Finance Act 2013 and is expected to be substantively enacted in July 2013. Further reductions in the main rate are proposed to reduce the rate by 1% to 20% by 1 April 2015. These changes had not been substantively enacted at the balance sheet date and, therefore, are not included in these Financial Statements. Deferred tax assets and liabilities have been measured at the rates substantively enacted by the balance sheet date.

**20:20 Mobile Group Limited**  
**Report and accounts for the year ended 31 March 2013**  
**Notes to the financial statements**  
**for the year ended 31 March 2013**

**11 Intangible assets**

**Trademarks:**

<b>Cost</b>	<b>£</b>
At 31 March 2013 and 2012	149,811
<b>Accumulated amortisation</b>	
At 31 March 2013 and 2012	149,811
<b>Net book value</b>	
At 31 March 2013 and 2012	-

**12 Tangible assets**

	<b>Computers, fixtures and fittings</b>
<b>Cost</b>	<b>£</b>
At 1 April 2012	294,065
Additions	67,084
Disposals	(40,632)
<b>At 31 March 2013</b>	<b>320,517</b>
<b>Accumulated depreciation</b>	
At 1 April 2012	187,880
Charge for the year	85,603
Disposals	(40,632)
<b>At 31 March 2013</b>	<b>232,851</b>
<b>Net book value</b>	
<b>At 31 March 2013</b>	<b>87,666</b>
At 31 March 2012	106,185

**13 Investments**

	<b>Investments in subsidiary undertakings</b>
<b>Cost</b>	<b>£</b>
At 1 April 2012 and 31 March 2013	23,366,006

Details of the subsidiary undertakings held directly at the balance sheet date, are as follows

	<i>Country of incorporation</i>	<i>Class of shares</i>	<i>Percentage of equity held by the company</i>
<b>Holding companies</b>			
20 20 Logistics Holdings Limited	England	Ordinary	100
20 20 Mobile International Holdings Limited	England	Ordinary	100
20 20 Mobile (DE) GmbH	Germany	Ordinary	100
<b>Trading companies</b>			
20 20 Mobile (International) Limited	England	Ordinary	100
20 20 Mobile (PT) Unipessoal LDA	Portugal	Ordinary	100
20 20 Insurance Services Limited	England	Ordinary	100
<b>Dormant companies</b>			
20 20 Mobile France SARL	France	Ordinary	100
2020Log 11 Limited	England	Ordinary	100
20 20 Logistics Limited	England	Ordinary	100

The directors consider the remaining carrying value of the investments to be supported by their underlying assets

**20:20 Mobile Group Limited**  
**Report and accounts for the year ended 31 March 2013**  
**Notes to the financial statements**  
**for the year ended 31 March 2013**

**14 Debtors**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Amounts owed by group undertakings		
Parent company and fellow subsidiary undertakings	29,254,523	22,772,551
Other debtors	-	23,552
Prepayments and accrued income	35,314	153,316
Deferred tax asset (note 16)	485,304	311,278
	<u>29,775,141</u>	<u>23,260,697</u>

Included within amounts owed by group undertakings are non secured non trading amounts of £26,801,745 (2012 £20,290,885) on which interest is charged at 5.5% above the Bank of England base rate. Included within these amounts are £9,439,011 (2012 £14,399,193) which relates to amounts which are due after one year. All other amounts are unsecured, non interest bearing and repayable on demand.

**15 Creditors, amounts falling due within one year**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	-	4,691,708
Trade creditors	292,914	220,549
Amounts owed to subsidiary undertakings	64,936,221	48,706,530
Taxation and social security	25,964	-
Accruals and deferred income	2,571,417	2,899,044
	<u>67,826,516</u>	<u>56,517,831</u>

Included within amounts owed to group undertakings are non secured non trading amounts of £63,399,555 (2012 £46,841,129) on which interest is charged at 5.5% above the Bank of England base rate and which are repayable on demand. All other amounts are unsecured, non interest bearing and repayable on demand.

**16 Deferred taxation asset**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Decelerated capital allowances	485,304	311,278
Deferred tax asset (note 14)	<u>485,304</u>	<u>311,278</u>
At 1 April	311,278	314,096
Credited / (charged) to the profit and loss account	174,026	(2,818)
Deferred tax asset at 31 March	<u>485,304</u>	<u>311,278</u>

In the opinion of the Directors these amounts are recoverable, based on forecast future profits of the company.

**17 Called up share capital**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Allocated and called up and fully paid up		
Ordinary shares of 1p each -value (£)	<u>1,052,634</u>	<u>1,052,634</u>
-number of shares	<u>105,263,368</u>	<u>105,263,368</u>

**20:20 Mobile Group Limited**  
**Report and accounts for the year ended 31 March 2013**

**Notes to the financial statements**  
**for the year ended 31 March 2013**

**18 Profit and loss account**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
At 1 April	(10,837,577)	11,859,010
Loss for the financial year	(2,339,907)	(21,592,587)
Exchange rate adjustment on intercompany long term loans	(183,274)	(1,104,000)
At 31 March	<u>(13,360,758)</u>	<u>(10,837,577)</u>

**19 Reconciliation of movement in shareholders' deficit**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
At 1 April	(9,784,943)	12,911,644
Loss for the financial year	(2,339,907)	(21,592,587)
Exchange rate adjustment on intercompany long term loans	(183,274)	(1,104,000)
At 31 March	<u>(12,308,124)</u>	<u>(9,784,943)</u>

**20 Other financial commitments**

	<b>Land and buildings 2013 £</b>	<b>Other 2013 £</b>	<b>Land and buildings 2012 £</b>	<b>Other 2012 £</b>
Operating leases which expire				
within one year	-	29,355	-	10,821
within two to five years	252,000	105,767	-	146,138
in over five years	-	-	252,000	-
	<u>252,000</u>	<u>135,122</u>	<u>252,000</u>	<u>156,959</u>

**21 Derivative financial instruments**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Forward foreign exchange rate contracts	3,485,037	10,262,674
	<u>3,485,037</u>	<u>10,262,674</u>

The company, primarily on behalf of its subsidiaries had entered these highly probable forecast transactions which are expected to occur at various dates during the next 12 months. The difference between the contract value and value at spot rate, noted above at the year end was £7,000 (2012 £50,000)

**22 Pension costs**

The company participates in and administers a group defined contribution pension scheme, which was set up on 1 April 1996 (see note 6)

**23 Contingent liabilities**

The company is party to a credit agreement with the group agent bank in respect of loans and overdrafts held within the group. These arrangements are fully secured and guaranteed over the assets of the company.

**24 Ultimate parent undertaking and controlling party**

The smallest and largest UK group from within which the results of the company are consolidated is that of Chicago Beta Limited, a company registered in England and Wales. Copies of the consolidated financial statements may be obtained from The Secretary, Weston Road, Crewe, Cheshire, CW1 6BU. The directors regard Chicago Holdings Limited, a company registered in the Isle of Man as the ultimate holding company and the controlling party.