

Financial Services Net Limited

Annual report and financial statements

Registered number 03065112

31 December 2014

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Officers and professional advisors

Directors
Mr P H Doughty (resigned 23 April 2014)
Mr G Donoghue
Mr P J Plumb
Mr M J Price (appointed 1 April 2014)

Company secretary
Mr D P Drabble

Registered and head office
Moneysupermarket House
St David's Park
Ewloe
Chester, UK
CH5 3UZ

Legal advisors
Herbert Smith
Exchange House
Primrose Street
London, UK

Addleshaw Goddard
100 Barbirolli Square
Manchester, UK

Auditor
KPMG LLP
1 St Peter's Square
Manchester, UK

Bankers
Lloyds Banking Group PLC
City Office
PO Box 1000

Directors' report

The Directors present their annual report and the audited financial statements for the year ended 31 December 2014.

Principal activities

During the prior year, the business ceased to trade. As a result the websites were closed down to new business and its employees were transferred to the ultimate parent company, Moneysupermarket.com Group PLC. A small amount of turnover of £1,710 (2013: £21,252) was generated in the year through commission income received from historical webpage links and visitors to the website. The Directors intend to liquidate the Company following settlement of the remaining liabilities. They have therefore prepared the financial statements on a basis other than going concern. The effect of this is explained in note 2 to the financial statements.

Business Review

The results of the business are presented on pages 6 to 12. The loss before tax for the year was £12,523 (2013: profit £46,301). The Directors are unable to pay a dividend for the year ended 31 December 2014 (2013: £nil).

Directors

The Directors who held office during the year were as follows:

Mr P H Doughty (resigned 23 April 2014)

Mr G Donoghue

Mr P J Plumb

Mr M J Price (appointed 1 April 2014)

Directors' indemnities

The Company has made qualifying third party indemnity provisions for the benefit of its Directors which were made during the year and remain in force at the date of this report.

Directors' report (continued)

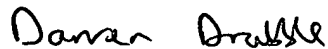
Auditor

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 ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Pursuant to section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will continue in office.

By order of the board



DP Drabble
Secretary

Moneysupermarket House
St David's Park
Ewloe
Chester, UK
CH5 3UZ

1 June 2015

Directors' responsibilities statement in respect of the annual report and the financial statements

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 they have elected to prepare 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 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. As explained in note 2, the Directors do not believe that it is appropriate to prepare these financial statements on a going concern basis.

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.



Independent auditor's report to the members of Financial Services Net Limited

We have audited the financial statements of Financial Services Net Limited for the year ended 31 December 2014 as set out on pages 6 to 12. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK 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 auditor

As explained more fully in the Directors' responsibilities statement 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.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council'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 December 2014 and of its loss for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Emphasis of matter – non-going concern basis of preparation

In informing our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosures made in note 2 to the financial statements which explains that the financial statements have not been prepared on a going concern basis for the reasons set out in that note.

Opinion on other matters 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; or
- the directors were not entitled to take advantage of the small companies exemption in not preparing a strategic report.

Stuart Burdass (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
1 St Peter's Square
Manchester, M2 3AE

5 June 2015

Profit and loss account

For the year ended 31 December 2014

	Note	2014 £	2013 £
Turnover	3	1,710	21,252
Cost of sales		(490)	(52)
Gross profit		1,220	21,200
Distribution credits/(expenses)		-	13,995
Administration credits/(expenses)		(13,743)	11,106
Operating profit/(loss)	4	(12,523)	46,301
Interest payable and similar charges		-	-
Profit/(loss) on ordinary activities before taxation		(12,523)	46,301
Tax on profit/(loss) on ordinary activities	6	-	-
Profit/(loss) on ordinary activities after taxation		(12,523)	46,301
Profit/(loss) for the financial year	10,11	(12,523)	46,301

Turnover and operating loss for the current year and prior year are derived from the Company's continuing operations.

There are no recognised gains or losses other than the profit for the current year and loss for the prior year shown above and therefore no statement of total recognised gains and losses has been presented.

The notes on pages 8 to 13 form part of these financial statements.

Balance sheet

As at 31 December 2014

	Note	2014 £	2013 £
Assets			
Cash at bank and in hand		4,722	272,738
		<u>4,722</u>	<u>272,738</u>
Liabilities			
Creditors	7	(4,932,938)	(5,188,431)
		<u>(4,932,938)</u>	<u>(5,188,431)</u>
Net liabilities		<u>(4,928,216)</u>	<u>(4,915,693)</u>
Capital and reserves			
Called up share capital	9	1,387	1,387
Share premium account	10	798	798
Profit and loss account	10	(4,930,401)	(4,917,878)
		<u>(4,930,401)</u>	<u>(4,917,878)</u>
Total shareholder's deficit	11	<u>(4,928,216)</u>	<u>(4,915,693)</u>

The notes on pages 8 to 12 form part of these financial statements.

The financial statements were approved by the Board of Directors on 1 June 2015 and were signed on its behalf by:



MJ Price
Director

Company registered number 03065112

Notes to the financial statements

1 Company information

Financial Services Net Limited ('FSN' or the 'Company') is a private limited liability company incorporated and domiciled in England and Wales. The Company has elected to prepare its annual report and financial statements in accordance with UK GAAP.

2 Statement of accounting policies for the year ended 31 December 2014

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Company's financial statements.

Basis of preparation

The financial statements have been prepared under the historical cost accounting rules and in accordance with applicable United Kingdom accounting standards.

Under Financial Reporting Standard ("FRS") 1 'Cash flow statements', the Company is exempt from the requirement to prepare a cash flow statement on the grounds that its ultimate parent, Moneysupermarket.com Group PLC, includes the Company in its own published consolidated financial statements.

Going concern

The Directors took the decision to cease trading in 2013. As they intend to liquidate the company following the settlement of the remaining liabilities, the Directors have not prepared the financial statements on a going concern basis. No adjustments were necessary to the amounts at which the remaining net liabilities are included in these financial statements.

Revenue recognition

The Company generated fees from internet lead generation through a variety of contractual arrangements. The Company's policy is to recognise turnover and associated costs in the period that the lead was generated and transferred to the end customer.

Taxation

Current tax, including UK corporation tax, is provided at amounts expected to be paid (or recovered) using the tax rates in force for the year.

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 that result in an obligation to pay more or less tax in the future have occurred at the balance sheet date, except as otherwise required by FRS 19. Timing differences are differences between the Company's taxable profits or losses 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.

A net deferred tax asset is regarded as recoverable and therefore recognised only to the extent that, on the basis of all available evidence, it can be regarded as 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 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.

Notes to the financial statements (continued)

3 Turnover

Of the £1,710 (2012: £21,252) of revenue generated by the Company, £1,710 (2012: £21,252) was generated in the UK.

4 Operating (loss)/profit

	2014 £	2013 £
<i>Operating (loss)/profit is stated after charging/(crediting)</i>		
Auditor's remuneration:		
Audit of these financial statements	9,000	9,000
Amounts receivable by auditors and their associates in respect of:		
Taxation compliance services	1,000	1,000
Recharged expenses:		
Payroll costs	-	(13,549)
	<hr/>	<hr/>

5 Directors' remuneration and transactions

Since the acquisition of the Company by Moneysupermarket.com Financial Group Limited on 14 October 2010, the Directors have been remunerated by the ultimate parent undertaking, Moneysupermarket.com Group PLC. It is not practicable to split the remuneration between companies within the Group.

6 Taxation

Analysis of charge for the year:

	2014 £	2013 £
<i>Current tax</i>		
UK corporation tax on (loss)/profit for the year	-	-
	<hr/>	<hr/>
<i>Deferred tax</i>		
Origination and reversal of timing differences	-	-
	<hr/>	<hr/>
Tax charge on (loss)/profit on ordinary activities	-	-
	<hr/>	<hr/>

Notes to the financial statements (continued)

6 Taxation (continued)

Factors affecting the tax for the current year:

The current tax charge for the period is lower (2013: lower) than the standard rate of corporation tax in the UK of 21.5% (2013: 23.25%). The differences are explained below:

	2014 £	2013 £
(Loss)/profit on ordinary activities before tax	(12,523)	46,301
Current tax expense/(credit) at 21.5% (2013: 23.25%)	(2,692)	10,765
<i>Effects of:</i>		
Expenses not deductible for tax purposes		32
Capital allowances in excess of depreciation	(2,416)	(3,186)
Losses (utilised)/surrendered for group relief	5,108	(7,611)
Total current tax (see above)	-	-

Reduction in the UK corporation tax rate from 23% to 21% (effective 1 April 2014) and to 20 % (effective from 1 April 2015) were substantively enacted on 2 July 2013. This will reduce the company's future current tax charge accordingly.

Notes to the financial statements (continued)

7 Creditors

	2014 £	2013 £
Amounts owed to other group companies	4,930,452	5,184,961
VAT	3	739
Accruals and deferred income	2,483	2,731
	<u>4,932,938</u>	<u>5,188,431</u>

8 Related party transactions

The Company is exempt from the requirement of FRS 8 'Related Party Disclosures' to disclose related party transactions with Moneysupermarket.com Group PLC and its associated undertakings on the grounds that the Company is a wholly owned subsidiary.

9 Called up share capital

	2014 Number of shares	2013 Number of shares
<i>Allotted, called up and fully paid</i>		
A ordinary shares of £1 each.	125	125
Ordinary shares of £1 each	1,262	1,262
	<u>1,387</u>	<u>1,387</u>

10 Reserves

	Share capital £	Share premium £	Profit and loss account £	Total £
At 1 January 2014	1,387	798	(4,917,878)	(4,915,693)
(Loss)/ profit for the financial year	-	-	(12,523)	(12,523)
At 31 December 2014	<u>1,387</u>	<u>798</u>	<u>(4,930,401)</u>	<u>(4,928,216)</u>

Notes to the financial statements (continued)

11 Reconciliation of movements in shareholder's deficit

	2014 £	2013 £
(Loss)/profit for the financial year	(12,523)	(46,301)
Net addition to/(subtraction from) shareholder's deficit	(12,523)	(46,301)
Opening shareholder's deficit	(4,915,693)	(4,961,994)
Closing shareholder's deficit	(4,928,216)	(4,915,693)

12 Ultimate parent company

The ultimate parent company and controlling party is Moneysupermarket.com Group PLC, a company incorporated in England and Wales. Copies of Moneysupermarket.com Group PLC accounts can be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ.