

(aq) Limited

**Directors' report and abbreviated
financial statements**

Registered number 03663860

For the year ended 31 July 2012



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Company information

Directors

Dr AJ Beaumont
PJ Greaves

Secretary

SM Neale

Registered office

13-15 Hunslet Road
Leeds
West Yorkshire
LS10 1JQ

Auditor

KPMG LLP
1 The Embankment
Neville Street
Leeds
LS1 4DW

Directors' report

The directors present their report with the financial statements of the company for the year ended 31 July 2012

Principal activity

The principal activity of the company in the year under review was that of Internet services

Directors

The directors who served the company during the year, and to the date of signing, were as follows

Dr AJ Beaumont
PJ Greaves

Disclosure of information to auditor

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditor is unaware, and the directors have taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information

Auditor

KPMG Audit LLP are deemed to be re-appointed under section 487(2) of the Companies Act 2006

Small company provisions

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

On behalf of the board



Dr AJ Beaumont
Director

29 April 2013

Statement of the Directors' responsibilities in respect of the Directors' 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 the Financial Reporting Standard for Smaller Entities (Effective April 2008) and applicable law (UK Generally Accepted Accounting Practice applicable to Smaller Entities).

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 for that period. In preparing each of the 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, 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.



KPMG LLP

1 The Embankment
Neville Street
Leeds
LS1 4DW

Independent auditor's report to (aq) Limited under section 449 of the Companies Act 2006

We have examined the abbreviated accounts set out on pages 5 to 8 together with the financial statements of (aq) Limited for the year ended 31 July 2012 prepared under section 396 of the Companies Act 2006

This report is made solely to the company in accordance with section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in such a 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, for our work, for this report, or for the opinions we have formed.

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.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 *The special auditor's report on abbreviated accounts in the United Kingdom* issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered have been 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.

A handwritten signature in black ink, appearing to read 'A/Sills'.

Andrew Sills (Senior Statutory Auditor)

For and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
1 The Embankment
Leeds
West Yorkshire
LS1 4DW

29 April 2013

Balance sheet
at 31 July 2012

	<i>Note</i>	2012	2011
		£	£
Fixed assets			
Tangible assets	2	354,060	252,635
		<u>354,060</u>	<u>252,635</u>
Current assets			
Debtors (including £262,651 (2011 £291,641) due after more than one year)	3	1,949,466	1,250,833
Cash at bank		1,019,009	540,190
		<u>2,968,475</u>	<u>1,791,023</u>
Creditors			
Amounts falling due within one year	4	(1,343,698)	(1,127,823)
		<u>1,624,777</u>	<u>663,200</u>
Net current assets		1,624,777	663,200
Total assets less current liabilities		1,978,837	915,835
Provisions for liabilities	5	-	(5,220)
		<u>1,978,837</u>	<u>910,615</u>
Net assets		1,978,837	910,615
Capital and reserves			
Called up share capital	6	12	12
Profit and loss account		1,978,825	910,603
		<u>1,978,837</u>	<u>910,615</u>
Shareholders' funds		1,978,837	910,615

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to the small companies regime

These financial statements were approved by the board of directors on 29 April 2013 and were signed on its behalf by



Dr AJ Beaumont
Director

Notes on pages 6 – 8 also form a part of these financial statements

Notes

(forming part of the financial statements)

1 Accounting policies

Accounting convention

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)

Going concern

These accounts are prepared on a going concern basis. The directors have reviewed the cash position and prepared performance forecasts which indicate that it expects to be able to meet its working capital requirements for the foreseeable future. On this basis the directors are satisfied that it is appropriate to prepare the accounts on a going concern basis.

Turnover

Turnover represents net invoiced sales of goods and services, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2008, is being amortised evenly over its estimated useful life of one year.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Fixtures & fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on cost

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Contracted income

The policy is to recognise contracted income attributable to the installation of Domain Names when installation is accepted by the customer and to recognise other contracted income over the contracted period in proportion to the value of the service provided.

Notes (continued)

2 Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 August 2011	674,782
Additions	281,351
	<hr/>
At 31 July 2012	956,133
	<hr/>
Depreciation	
At 1 August 2011	422,147
Charge for year	179,926
	<hr/>
At 31 July 2012	602,073
	<hr/>
Net book value	
At 31 July 2012	354,060
	<hr/>
At 31 July 2011	252,635

3 Debtors

	2012 £	2011 £
Amounts falling due within one year		
Trade debtors	758,714	506,345
Amounts owed from related parties	18,317	7,598
Other debtors	66,653	46,152
Prepayments and accrued income	401,803	3,655
Directors' loan accounts	407,140	301,284
Corporation tax debtor	-	94,185
Deferred tax asset (see note 5)	34,188	-
	<hr/>	<hr/>
	1,686,815	959,219
Amounts falling due after more than one year		
(aq) Networks Limited	262,651	291,614
	<hr/>	<hr/>
Aggregate amounts	1,949,466	1,250,833
	<hr/>	<hr/>

Notes (continued)

4 Creditors amounts falling due within one year

	2012 £	2011 £
Trade creditors	241,656	211,390
Amounts owed to related parties	6,793	8,760
Corporation Tax	106,575	559
Social security and other taxes	16,872	21,700
VAT	121,756	82,021
Accruals and deferred income	844,183	803,393
Sundry creditors	5,863	-
	<u>1,343,698</u>	<u>1,127,823</u>

5 Deferred tax

	2012 £
Deferred tax liability at 1 August 2011	(5,220)
Adjustment for prior periods	19,440
Accelerated capital allowances in the year	17,835
Effects of rate change	2,133
	<u>34,188</u>
Deferred tax asset at 31 July 2012	34,188

6 Called up share capital

Allotted issue and fully paid				
Number:	Class	Nominal value:	2012 £	2011 £
12	Ordinary	£1	<u>12</u>	<u>12</u>

7 Related party disclosures

During the year (aq) Networks Limited charged the Company with goods and services amounting to £600,000 (2011 £600,000). A J Beaumont is a Director and shareholder in this company. At 31 July 2012 the balances due to the company from (aq) Networks Limited by way of trade debtors was £8,090 (2011 £nil) and £262,651 (2011 £291,614) by way of loans.

During the year ended 31 July 2012 the Company made sales totalling £222,765 (2011 £140,705) to and purchased services totalling £248,905 (2011 £392,539) from Telephony Services Limited. A J Beaumont is a Director and Shareholder in this company. At 31 July 2012 the balance due to the company was £10,227 (2011 £7,598) and the company owed Telephony Services Limited £6,793 (2011 £8,760).

P J Greaves is a Director in Teleology Limited and was paid £22,033 (2011 £14,655) for commission and services in the year ended 31st July 2012. No amounts were owed to Mr Greaves at the current or preceding year-end.