

Registered No 4330446

**Genie Internet Limited**

**Annual Report and Financial Statements  
Year ended 31 December 2012**

MONDAY



"A2HJ009V"

A32

23/09/2013

#93

COMPANIES HOUSE

<b>Contents</b>	<b>Page</b>
Company information	2
Directors' report	3
Statement of comprehensive income	5
Statement of financial position	6
Statement of changes in equity	7
Notes to the financial statements	8

---

**Genie Internet Limited**  
**Company information**

**Registered No 4330446**

**Directors**

Robert Harwood  
Jesus Perez de Urquien

**Secretary**

O2 Secretaries Limited

**Registered office**

260 Bath Road  
Slough  
Berkshire  
SL1 4DX

The Directors present their annual report and the unaudited financial statements for the year ended 31 December 2012

#### **Corporate structure**

Genie Internet Limited is a private limited company registered in England and Wales under the registered number 4330446. The registered address is 260 Bath Road Slough, Berkshire SL1 4DX. It is a wholly owned subsidiary of Telefónica Europe plc, its ultimate UK parent, incorporated in England and Wales, which is itself a wholly owned subsidiary of Telefónica S A, a company incorporated in Spain.

#### **Business review and future developments**

The Company has not traded during the year ended 31 December 2012 and has made no profit or loss. The Directors do not anticipate any changes in the foreseeable future.

References to "Group" refer to Telefónica Europe plc and its subsidiaries of which the Company is a part.

#### **Principal risks and uncertainties**

From the perspective of the Company, the principal risks and uncertainties are integral to the principal risks and uncertainties of the Group and are not managed separately. A comprehensive analysis of the principal risks and uncertainties which impact the Group are disclosed in the consolidated Annual Report and financial statements of mmO2 plc, the Company's intermediate parent Company.

#### **Going Concern**

The Directors believe that the Company is well placed to manage its business risk successfully despite the current uncertain economic outlook.

The Directors have a reasonable expectation that the Company has adequate resources to continue in existence for the foreseeable future; thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

#### **Dividend**

The Directors do not recommend the payment of a dividend for the year ended 31 December 2012 (31 December 2011: £nil).

#### **Directors and secretary**

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

Robert Harwood	
David Melcon Sanchez-Friera	(resigned on 7 September 2012)
Jesus Perez de Urquien	(appointed on 7 September 2012)

The Secretary who held office during the year was O2 Secretaries Limited.

#### **Directors' liability insurance and indemnities**

Telefónica Europe plc, the Company's ultimate UK parent company, has granted an indemnity in the form permitted by UK Company Law to Directors appointed to subsidiary companies. This indemnity remains in place and continues until such time as any relevant limitation periods for bringing claims (as defined in the indemnity) against the Director has expired, or for so long as the past Director, where relevant, remains liable for any losses (as defined in the indemnity).

#### **Political and charitable contributions**

# **Genie Internet Limited**

## **Directors' Report**

Reg No 4330446

The Company made no political or charitable contributions during the year (year ended 31 December 2011 nil)

### **Auditor**

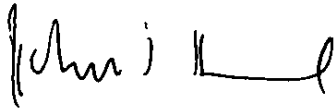
For the year ended 31 December 2012 the company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies

### **Directors' responsibilities**

The Members have not required the Company to obtain an audit of its accounts for the year in question in accordance with section 476,

The Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts

By Order of the Board



Robert Harwood  
Authorised signatory  
for and on behalf of O2 Secretaries Limited  
Company Secretary  
17 September 2013

**Genie Internet Limited**  
**Statement of comprehensive income**  
**Year ended 31 December 2012**

Registered No 4330446

The Company did not trade in the year ended 31 December 2012 or the year ended 31 December 2011 and accordingly no statement of comprehensive income or statement of cash flow is presented

**Genie Internet Limited**  
**Statement of financial position**  
**Year ended 31 December 2012**

Registered No 4330446

	<i>Note</i>	<b>31 December 2012 £</b>	<b>31 December 2011 £</b>
<b>Current Assets</b>			
Receivables	3	1	1
<b>Net assets</b>		<b>1</b>	<b>1</b>
<b>Equity</b>			
Ordinary share capital	4	1	1
<b>Total Equity</b>		<b>1</b>	<b>1</b>

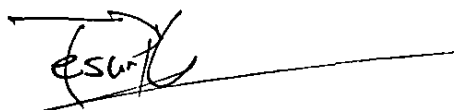
The accompanying notes are an integral part of these financial statements

For the year ending 31 December 2012 the company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies

**Directors' responsibilities**

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476, and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts

These financial statements were approved by the board of directors on 17 September 2013 and were signed on its behalf by



Jesus Perez de Urquien  
Director

**Genie Internet Limited**  
**Statement of changes in equity**  
**Year ended 31 December 2012**

Registered No 4330446

	Share Capital £	Total Equity £
At 1 January 2011	1	1
Total comprehensive income for year	-	-
<b>At 31 December 2011</b>	<b>1</b>	<b>1</b>
Total comprehensive income for year	-	-
<b>At 31 December 2012</b>	<b>1</b>	<b>1</b>

The accompanying notes are an integral part of these financial statements



## **1 Accounting policies**

### **Basis of preparation**

These financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") and International Financial Reporting Interpretations Committee ("IFRIC") interpretations, as adopted for use in the EU. In addition the financial statements have been prepared in accordance with those parts of the Companies Act 2006 applicable to companies reporting under IFRS. The financial statements have been prepared using historical cost principles except that, as disclosed in the accounting policies below, certain items are measured at fair value.

The principal accounting policies of the Company applied in the preparation of these financial statements are set out below. The IFRS accounting policies have been applied consistently to all periods presented.

### *Trade and other receivables*

Trade and other receivables are carried at original invoice amount less provision for doubtful debts. A provision for doubtful debts is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of the receivables. Provisions are made based on an analysis of balances by age, previous losses experienced, disputes and ability to pay. The amount of the provision is the difference between the carrying amount and the present value of estimated future cash flows. Changes in the provision against receivables are recognised in the statement of comprehensive income within cost of goods sold.

### *New IFRS and interpretations of the International Financial Reporting Interpretations Committee (IFRIC)*

New IFRS and IFRICs adopted during the year did not have any impact on the Company's financial position in the initial period of application. Full details of new IFRS and IFRICs adopted during the year and those that have been published, but their application is not mandatory, are included in the financial statements of an intermediate parent company, O2 Holdings Limited.

## **2 Directors emoluments and employees**

None of the Directors received any emoluments in respect of their services to the Company for the year ended 31 December 2012 (31 December 2011: £nil). The Company had no employees in the current or prior year.

## **3. Receivables**

	31 December 2012	31 December 2011
	£	£
Amounts owed by intermediate parent undertaking	<u>1</u>	<u>1</u>

The amount owed by the intermediate parent undertaking represents the unpaid share capital owed by O2 Holdings Limited.

**4. Share capital**

	31 December 2012 £	31 December 2011 £
<i>Issued</i>		
1 Ordinary share of £1 each	<u>1</u>	<u>1</u>

The Company has one class of issued share capital, comprising ordinary shares of £1 each. Subject to the Company's articles of association, and applicable law, the Company's ordinary shares confer on the holder the right to receive notice of and vote at general meetings of the Company, the right to receive any surplus assets on a winding up of the Company and an entitlement to receive any dividend declared on ordinary shares but no right to redemption of shares.

**Authorised share capital**

On 21 December 2011 the Company took advantage of the deregulation of the authorised share capital requirement by dispensing with the authorised capital in the capital of the Company.

**Capital management**

The Company's capital comprises share capital.

The Company's objectives when managing capital are to safeguard the Company's ability to continue to operate as a going concern, to maintain optimal capital structure commensurate with risk and return and to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Company may pay dividends to its shareholder, return capital to its shareholder, issue new shares or sell assets to reduce debt or draw down more debt.

**5. Financial risk factors and management**

The Company's operations expose it to a variety of financial risks including credit risk and risk related to the fair value of financial instruments.

The principal financial risks of the Company and how the Company managed these risks are discussed below.

*Credit risk*

The Company does not have a significant exposure to credit risk. All of the Company's credit balances are held with group companies within the Telefónica S A group.

*Fair value of financial instruments*

The carrying value and fair value of the Company's financial assets and financial liabilities are not deemed to be materially different at 31 December 2012 and 31 December 2011.

**6. Parent company and controlling party**

At the end of the year, the immediate parent company was O2 Communications Limited. The ultimate parent company and controlling party was Telefónica, S A, a company incorporated in Spain. Copies of the financial statements of Telefónica, S A may be obtained from its registered office at Gran Vía 28, Madrid, Spain.