

Registered number
7342786

Scale Computing Ltd

Report and Accounts

31 December 2014

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Scale Computing Ltd
Report and accounts
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Scale Computing Ltd
Company Information

Directors

Jeff Ready
Scott Loughmiller

Secretary

Taylor Wessing Secretaries Limited

Auditors

Bhanot & Co
1st Floor
126 - 128 Uxbridge Road
Ealing
London
W13 8QS

Bankers

Citibank
Canada Square
Canary Wharf
London
E14 5LB

Registered office

5 New Street Square
London
London
EC4A 3TW

Registered number

7342786

Scale Computing Ltd**Registered number:**

7342786

Directors' Report

The directors present their report and accounts for the year ended 31 December 2014.

Principal activities

The company's principal activity during the year was of computer hardware supplier.

Directors

The following persons served as directors during the year:

Jeff Ready
Scott Loughmiller

Directors' responsibilities

The directors are responsible for preparing the report and accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts 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 accounts 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 accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements 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 accounts;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

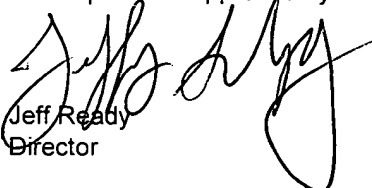
The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts comply with the Companies Act 2006. 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

Each person who was a director at the time this report was approved confirms that:

- so far as he is aware, there is no relevant audit information of which the company's auditor is unaware; and
- he 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.

This report was approved by the board on 26 September 2015 and signed on its behalf.


Jeff Ready
Director

Scale Computing Ltd
Independent auditors' report
to the members of Scale Computing Ltd

We have audited the accounts of Scale Computing Ltd for the year ended 31 December 2014 which comprise the Profit and Loss Account, 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).

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 auditors' 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 auditors

As explained more fully in the Statement of Directors' Responsibilities, the directors are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the accounts 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 accounts

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/auditscopeukprivate

Opinion on the accounts

In our opinion the accounts:

- 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 United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report and the Strategic Report for the financial year for which the accounts are prepared is consistent with the accounts.

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 accounts 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.



Anil Bhanot
(Senior Statutory Auditor)
for and on behalf of
Bhanot & Co
Accountants and Statutory Auditors
26 September 2015

1st Floor
126 - 128 Uxbridge Road
Ealing
London
W13 8QS

Scale Computing Ltd
Profit and Loss Account
for the year ended 31 December 2014

	Notes	2014 £	2013 £
Turnover	2	901,284	601,393
Cost of sales		(404,671)	(249,365)
Gross profit		<u>496,613</u>	<u>352,028</u>
Administrative expenses		(529,335)	(407,695)
Other operating income		-	20,111
Operating loss	3	<u>(32,722)</u>	<u>(35,556)</u>
Loss on ordinary activities before taxation		<u>(32,722)</u>	<u>(35,556)</u>
Tax on loss on ordinary activities	5	-	-
Loss for the financial year		<u>(32,722)</u>	<u>(35,556)</u>

Continuing operations

None of the company's activities were acquired or discontinued during the above two financial years.

Statement of total recognised gains and losses

The company has no recognised gains or losses other than the loss for the above two financial years.

Scale Computing Ltd
Balance Sheet
as at 31 December 2014

	Notes	2014 £	2013 £
Fixed assets			
Tangible assets	6	2,177	1,488
Current assets			
Stocks	7	89,155	25,139
Debtors	8	577,030	220,215
Cash at bank and in hand		251,406	23,133
		<u>917,591</u>	<u>268,487</u>
Creditors: amounts falling due within one year	9	(471,989)	(229,332)
Net current assets		<u>445,602</u>	<u>39,155</u>
Total assets less current liabilities		<u>447,779</u>	<u>40,643</u>
Creditors: amounts falling due after more than one year	10	(1,163,673)	(723,815)
Net liabilities		<u>(715,894)</u>	<u>(683,172)</u>
Capital and reserves			
Called up share capital	11	1,000	1,000
Profit and loss account	12	(716,894)	(684,172)
Shareholders' funds	13	<u>(715,894)</u>	<u>(683,172)</u>


 Jeff Ready
 Director

Approved by the board on 26 September 2015

Scale Computing Ltd
Notes to the Accounts
for the year ended 31 December 2014

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with applicable United Kingdom Accounting Standards.

Turnover

Turnover represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

Depreciation

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Plant and machinery	20% reducing balance
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Stocks

Stock is valued at the lower of cost and net realisable value.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

2 Analysis of turnover

	2014	2013
	£	£
By activity:		
Activity 1	<u>901,284</u>	<u>601,393</u>
By geographical market:		
UK	<u>901,284</u>	<u>601,393</u>

3 Operating profit

	2014	2013
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	1,289	849
Auditors' remuneration for audit services	<u>2,500</u>	<u>2,500</u>

Scale Computing Ltd
Notes to the Accounts
for the year ended 31 December 2014

4 Staff costs	2014	2013
	£	£
Wages and salaries	170,105	133,662
Social security costs	13,125	12,556
	<u>183,230</u>	<u>146,218</u>

5 Taxation	2014	2013
	£	£
Analysis of charge in period		
Tax on profit on ordinary activities	<u>-</u>	<u>-</u>

Factors affecting tax charge for period

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows:

	2014	2013
	£	£
Loss on ordinary activities before tax	<u>(32,722)</u>	<u>(35,556)</u>
Standard rate of corporation tax in the UK	0%	0%
	£	£
Profit on ordinary activities multiplied by the standard rate of corporation tax	-	-
Effects of:		
Current tax charge for period	<u>-</u>	<u>-</u>

Scale Computing Ltd
Notes to the Accounts
for the year ended 31 December 2014

6 Tangible fixed assets

	Plant and machinery £
Cost	
At 1 January 2014	2,549
Additions	1,978
At 31 December 2014	<u>4,527</u>
Depreciation	
At 1 January 2014	1,061
Charge for the year	1,289
At 31 December 2014	<u>2,350</u>
Net book value	
At 31 December 2014	<u>2,177</u>
At 31 December 2013	<u>1,488</u>

7 Stocks

	2014 £	2013 £
Raw materials and consumables	<u>89,155</u>	<u>25,139</u>

The difference between purchase price or production cost of stocks and their replacement cost is not material.

8 Debtors

	2014 £	2013 £
Trade debtors	580,124	225,503
Provision for bad debt	(24,714)	(6,884)
Prepayments and accrued income	21,620	1,596
	<u>577,030</u>	<u>220,215</u>

9 Creditors: amounts falling due within one year

	2014 £	2013 £
Trade creditors	19,787	3,897
Other taxes and social security costs	79,127	25,300
Other creditors	3,500	3,500
Accrued expenses	15,000	3,400
Accrued salaries	27,015	15,346
Accruals and deferred income	327,560	177,889
	<u>471,989</u>	<u>229,332</u>

Scale Computing Ltd
Notes to the Accounts
for the year ended 31 December 2014

10 Creditors: amounts falling due after one year			2014	2013
			£	£
Amounts owed to group undertakings and undertakings in which the company has a participating interest			<u>1,163,673</u>	<u>723,815</u>
11 Share capital			2014	2013
	Nominal value	2014 Number	£	£
Allotted, called up and fully paid:				
Ordinary shares	£1 each	-	<u>1,000</u>	<u>1,000</u>
12 Profit and loss account			2014	
			£	
At 1 January 2014			(684,172)	
Loss for the financial year			(32,722)	
At 31 December 2014			<u>(716,894)</u>	
13 Reconciliation of movement in shareholders' funds			2014	2013
			£	£
At 1 January			(683,172)	(647,616)
Loss for the financial year			(32,722)	(35,556)
At 31 December			<u>(715,894)</u>	<u>(683,172)</u>