

Company Registration No. 04484629 (England and Wales)

Bytemark Limited (Formerly Bytemark Computer Consulting Limited)

Directors' Report And Unaudited Financial Statements

For The Year Ended 31 July 2015

BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED)

COMPANY INFORMATION

Directors	Mr P R Taphouse Mr M E Bloch Mr P J Cherry (Appointed 1 September 2014) Mr G B Davies
Secretary	Mr M E Bloch
Company number	04484629
Registered office	Unit 2 Novus Business Park Opus Avenue York YO26 6BL
Accountants	Garbutt & Elliott LLP Arabesque House Monks Cross Drive Huntington York YO32 9GW

BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED)

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BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED)

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 JULY 2015**

The directors present their report and financial statements for the year ended 31 July 2015.

Principal activities

The principal activity of the company continued to be that of an internet service provider.

Directors

The following directors have held office since 1 August 2014:

Mr P R Taphouse

Mr M E Bloch

Mr P J Cherry

(Appointed 1 September 2014)

Mr G B Davies

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

On behalf of the board

Mr P R Taphouse

Director

24 November 2015

BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED)

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED) FOR THE YEAR ENDED 31 JULY 2015

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Bytemark Limited (Formerly Bytemark Computer Consulting Limited) for the year ended 31 July 2015 set out on pages 3 to 12 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at icaew.com/regulations.

This report is made solely to the Board of Directors of Bytemark Limited (Formerly Bytemark Computer Consulting Limited), as a body, in accordance with the terms of our engagement letter dated 4 August 2015. Our work has been undertaken solely to prepare for your approval the financial statements of Bytemark Limited (Formerly Bytemark Computer Consulting Limited) and state those matters that we have agreed to state to the Board of Directors of Bytemark Limited (Formerly Bytemark Computer Consulting Limited), as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Bytemark Limited (Formerly Bytemark Computer Consulting Limited) and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Bytemark Limited (Formerly Bytemark Computer Consulting Limited) has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Bytemark Limited (Formerly Bytemark Computer Consulting Limited). You consider that Bytemark Limited (Formerly Bytemark Computer Consulting Limited) is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Bytemark Limited (Formerly Bytemark Computer Consulting Limited). For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Garbutt & Elliott LLP

25 November 2015

Chartered Accountants

Arabesque House
Monks Cross Drive
Huntington
York
YO32 9GW

BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED)

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JULY 2015**

	Notes	2015 £	2014 £
Turnover		2,938,289	2,887,272
Cost of sales		(728,590)	(995,191)
Gross profit		<u>2,209,699</u>	<u>1,892,081</u>
Administrative expenses		(2,185,423)	(1,864,115)
Operating profit	2	<u>24,276</u>	<u>27,966</u>
Write off of investment in subsidiary		(21,175)	-
Write off of loan to subsidiary		(11,146)	-
(Loss)/profit on ordinary activities before interest		<u>(8,045)</u>	<u>27,966</u>
Other interest receivable and similar income	3	1	31
Interest payable and similar charges		(20,456)	(22,161)
(Loss)/profit on ordinary activities before taxation		<u>(28,500)</u>	<u>5,836</u>
Tax on (loss)/profit on ordinary activities	4	47,682	(29,686)
Profit/(loss) for the year	14	<u><u>19,182</u></u>	<u><u>(23,850)</u></u>

BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED)

**BALANCE SHEET
AS AT 31 JULY 2015**

	Notes	2015		2014	
		£	£	£	£
Fixed assets					
Intangible assets	5		3,383		3,867
Tangible assets	6		1,079,778		1,065,674
			<u>1,083,161</u>		<u>1,069,541</u>
Current assets					
Debtors: amounts falling due within one year	8	135,521		160,891	
Debtors: amounts falling due after more than one year	8	678,617		628,462	
Cash at bank and in hand		101,969		63,791	
		<u>916,107</u>		<u>853,144</u>	
Creditors: amounts falling due within one year	9	(944,028)		(862,155)	
Net current liabilities			<u>(27,921)</u>		<u>(9,011)</u>
Total assets less current liabilities			1,055,240		1,060,530
Creditors: amounts falling due after more than one year	10		(162,746)		(187,218)
			<u>892,494</u>		<u>873,312</u>
Capital and reserves					
Called up share capital	13		100		100
Profit and loss account	14		892,394		873,212
Shareholders' funds			<u>892,494</u>		<u>873,312</u>

BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED)

BALANCE SHEET (CONTINUED)
AS AT 31 JULY 2015

For the financial year ended 31 July 2015 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements 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 financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board for issue on 24 November 2015

Mr P R Taphouse
Director

Company Registration No. 04484629

BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2015

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Trademarks

Trademarks are valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Property improvements	15% reducing balance
Computer equipment	3 years straight line
Fixtures, fittings and equipment	15% reducing balance and 3 years straight line

1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.7 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

2 Operating profit

	2015	2014
	£	£
Operating profit is stated after charging:		
Amortisation of intangible assets	484	484
Depreciation of tangible assets	666,171	488,482
Directors' remuneration	77,168	16,407
	<u>743,723</u>	<u>671,373</u>

The number of directors for whom retirement benefits are accruing under defined benefit schemes amounted to 1 (2014 - 0).

BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2015**

3 Investment income	2015	2014
	£	£
Bank interest	1	31
	<u>1</u>	<u>31</u>
	<u><u>1</u></u>	<u><u>31</u></u>
 4 Taxation	 2015	 2014
	£	£
Domestic current year tax		
U.K. corporation tax	(37,700)	-
Adjustment for prior years	(17,559)	-
	<u>(55,259)</u>	<u>-</u>
Total current tax	(55,259)	-
 Deferred tax		
Deferred tax charge/ credit current yr	7,577	29,686
	<u>(47,682)</u>	<u>29,686</u>
	<u><u>(47,682)</u></u>	<u><u>29,686</u></u>

The company has estimated losses of £ 67,000 (2014 - £ 67,000) available for carry forward against future trading profits.

5 Intangible fixed assets	Trademarks
	£
Cost	
At 1 August 2014 & at 31 July 2015	4,835
	<u>4,835</u>
Amortisation	
At 1 August 2014	968
Charge for the year	484
	<u>1,452</u>
At 31 July 2015	1,452
	<u>1,452</u>
Net book value	
At 31 July 2015	3,383
	<u>3,383</u>
At 31 July 2014	3,867
	<u><u>3,867</u></u>

BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2015**

6 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 August 2014	248,477	2,990,974	3,239,451
Additions	-	680,811	680,811
Disposals	-	(600)	(600)
	<u>248,477</u>	<u>3,671,185</u>	<u>3,919,662</u>
At 31 July 2015	248,477	3,671,185	3,919,662
Depreciation			
At 1 August 2014	43,956	2,129,821	2,173,777
On disposals	-	(64)	(64)
Charge for the year	30,573	635,598	666,171
	<u>74,529</u>	<u>2,765,355</u>	<u>2,839,884</u>
At 31 July 2015	74,529	2,765,355	2,839,884
Net book value			
At 31 July 2015	<u>173,948</u>	<u>905,830</u>	<u>1,079,778</u>
At 31 July 2014	<u>204,521</u>	<u>861,153</u>	<u>1,065,674</u>

The net book value of other tangible fixed assets includes £170,090 (2014 - £274,325) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £131,867 (2014 - £79,960) for the year.

BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2015**

7 Fixed asset investments

	Shares in group undertakings and participating interests
	£
Cost	
At 1 August 2014	-
Additions	21,175
Disposals	(21,175)
	<u> </u>
At 31 July 2015	-
	<u> </u>
Net book value	
At 31 July 2015	-
	<u> </u>

Bytemark Limited acquired 100% of the share capital of Swordfish Hosting Limited on 6 January 2015. The principal activity of the company was that of hosting service provider, however, the company applied to be struck off the Companies House register on 24 July 2015.

8 Debtors	2015	2014
	£	£
Trade debtors	56,414	96,085
Amounts owed by group undertakings and undertakings in which the company has a participating interest	678,617	628,462
Other debtors	79,107	57,229
Deferred tax asset (see note 11)	-	7,577
	<u> </u>	<u> </u>
	<u>814,138</u>	<u>789,353</u>

Debtors include an amount of £678,617 (2014 - £628,462) which is due after more than one year.

BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2015**

9 Creditors: amounts falling due within one year	2015	2014
	£	£
Net obligations under hire purchase contracts	153,904	117,714
Trade creditors	142,748	72,065
Taxation and social security	96,620	94,559
Other creditors	550,756	577,817
	<u>944,028</u>	<u>862,155</u>

Net obligations under hire purchase contracts are secured.

10 Creditors: amounts falling due after more than one year	2015	2014
	£	£
Bank loans	38,927	104,557
Net obligations under hire purchase contracts	123,819	82,661
	<u>162,746</u>	<u>187,218</u>
Analysis of loans		
Wholly repayable within five years	120,534	171,889
Included in current liabilities	(81,607)	(67,332)
	<u>38,927</u>	<u>104,557</u>

Bank loans and net obligations under hire purchase contracts are secured.

11 Provisions for liabilities	Deferred tax liability
	£
Balance at 1 August 2014	(7,577)
Profit and loss account	7,577
Balance at 31 July 2015	<u>-</u>

BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2015**

11 Provisions for liabilities **(Continued)**

Deferred tax is provided as follows:

	2015	2014
	£	£
Accelerated/(decelerated) capital allowances	-	(7,577)

12 Pension costs

Defined contribution

The company operates a defined contribution pension scheme. Contributions are charged in the profit and loss account as they become payable and in accordance with the rules of the scheme.

	2015	2014
	£	£
Contributions payable by the company for the year	54,558	37,677

13 Share capital

Allotted, called up and fully paid

	2015	2014
	£	£
100 Ordinary shares of £1 each	100	100

14 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 August 2014	873,212
Profit for the year	19,182
Balance at 31 July 2015	892,394

BYTEMARK LIMITED (FORMERLY BYTEMARK COMPUTER CONSULTING LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JULY 2015**

15 Financial commitments

At 31 July 2015 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 July 2016:

	2015	2014
	£	£
Operating leases which expire:		
Between two and five years	32,985	32,985
	<u>32,985</u>	<u>32,985</u>

16 Control

The company is a wholly owned subsidiary of Bytemark Holdings Limited, a company incorporated in England & Wales which is controlled by Mr P Taphouse and Mr M Bloch.

17 Related party relationships and transactions

The directors, Mr P Taphouse and Mr M Bloch have given personal guarantees to Barclays Bank plc in respect of the company's bank loan.

At the year end, there is a balance owed from Bytemark Holdings Limited of £678,617 (2014 - £628,462) included within other debtors. Within trade creditors, £17,512 (2014 - £nil) was owed to Bytemark Holdings Limited. During the year, rent of £72,000 (2014 - £72,000) and management fees of £160,000 (2014 - £160,000) were paid to Bytemark Holdings Limited.

On 24 July 2015, the 100% subsidiary undertaking of this company that had ceased to trade, applied to be struck off. The balance owed to Bytemark Limited at that date was £11,146, this amount has therefore been written off and included as an exceptional item in the profit and loss account.