

REFLEX MAGNETICS LIMITED

Directors: J Slavitt

Registered office: Unit 4 Lindenwood Crockford Lane
Chineham Business Park
Basingstoke
Hampshire RG24 8QY

Registered No. 01904999 (England & Wales)

Auditors: Levy Cohen & Co
Registered Auditors
37 Broadhurst Gardens
London NW6 3QT

Financial statements **For the year ended 31 December 2012**

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REFLEX MAGNETICS LIMITED
Director's Report

The director present the financial statements of the company for the year ended 31 December 2012

Principal activity

The company was not active during the year

Dividend

The director does not recommend distribution of dividend

Director

The Director during the year was J Slavitt and he does not have any beneficial interest in the company's issued ordinary share capital

Director responsibilities

Company law requires the director to prepare financial statements for each financial year which 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 those financial statements, the director is required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- follow applicable accounting standards, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at anytime the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 2006. He is 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

The director confirmed that -

- So far as he is aware there is no relevant audit information, information needed by the company's auditors in connection with preparing their report, of which the company's auditors are unaware and
- He has taken all the steps that he ought to have taken as director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

Auditors

The auditors Levy Cohen & Co, are deemed to be re-appointed in accordance with Section 487 (2) of the Companies Act 2006

The financial statements have been prepared in accordance with special provision of Part 15 of the Companies Act 2006 relating to small companies, and with Financial Reporting Standard for Smaller Entities (as revised April 2008)

Signed on behalf of the Board



J Slavitt
Director

Approved by the Board
2 September 2013

Independent Auditors' Report to the Shareholders Of

REFLEX MAGNETICS LIMITED

We have audited the financial statements of Reflex Magnetics Limited for the year ended 31 December 2012 which comprise of 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 the Financial Reporting Standard for Smaller Entities (Effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

RESPECTIVE RESPONSIBILITIES OF DIRECTOR AND AUDITORS

As explained more fully in the Director's Responsibilities Statement, the director is 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 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 Practises Board's (APB's) Ethical Standards for Auditors, (including "APB Ethical Standards - Provisions available for Small Entities (Revised)", in the circumstances set out in note 1 to the financial statements.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the director, and the overall presentation of the financial statements.

OPINION

In our opinion the financial statements

- give a true and fair view of the company's affairs as at 31 December 2012 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been properly prepared in accordance with the requirements of the Companies Act 2006,

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Director's 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 director's remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the director was not entitled to prepare the financial statements and the director's report in accordance with the small companies regime



Ran Shahmoon (Senior statutory auditor)

for and on behalf of LEVY COHEN & CO, Statutory Auditor

37 Broadhurst Gardens, London, NW6 3QT

2 September 2013

REFLEX MAGNETICS LIMITED

Profit and loss account **For the year ended 31 December 2012**

	<i>Notes</i>	<i>2012</i> £	<i>2011</i> £
Turnover		-	2,288
Operating expenses	2	<u>(2,060)</u>	<u>(204)</u>
Operating loss/(profit)	3	(2,060)	2,084
Net finance (cost)/income	4	<u>(216,068)</u>	<u>5,076</u>
(Loss)/Profit on ordinary activities before taxation		(218,128)	7,160
Capital loss on write off of intercompany balance		(251,061)	
Taxation	5	<u>-</u>	<u>(1,450)</u>
(Loss)/Profit for the year		<u>£ (469,189)</u>	<u>£ 5,710</u>

Statement of retained profit

	<i>31 12 2012</i> £	<i>31 12 2011</i> £
Retained profit as at 1.1.2012	6,386,692	6,380,982
(Loss)/Profit for the year	<u>(469,189)</u>	<u>5,710</u>
Retained profit as at 31.12.2012	<u>£ 5,917,503</u>	<u>£ 6,386,692</u>

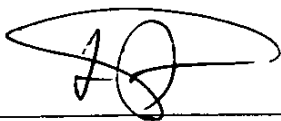
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Balance Sheet As At 31 December 2012

	Notes	31 12 2012		31 12 2011
		£	£	£
Current assets				
Debtors	6	6,101,799		6,548,359
		<u>6,101,799</u>		<u>6,548,359</u>
Creditors: amounts falling due within one year	7	<u>(101,796)</u>		<u>(79,167)</u>
Net current assets		<u>6,000,003</u>		<u>6,469,192</u>
Total assets less current liabilities		<u>£ 6,000,003</u>		<u>£ 6,469,192</u>
 Capital and reserve				
		£	£	£
Called up share capital	8	10,000		10,000
Share premium account		72,500		72,500
Profit and loss account		<u>5,917,503</u>		<u>6,386,692</u>
Shareholders' fund	9	<u>£ 6,000,003</u>		<u>£ 6,469,192</u>

The financial statements have been prepared in accordance with special provisions of Part 15 of Companies Act 2006 relating to small companies, and in accordance with the provision the Financial Reporting Standard for Small Entities (as revised April 2008)

Signed on behalf of the Board



J Slavitt
Director

Approved by the Board
2 September 2013

REFLEX MAGNETICS LIMITED

Notes to the financial statements - 31 December 2012

1. Accounting policies

(a) *Basis of accounting*

The financial statements have been made under the historical cost convention, and in accordance with the Financial Reporting Standard for small entities (as revised april 2008)

(b) *Deferred taxation*

Deferred taxation is provided using the liability method to take into account timing differences arising from the inclusion of items of expenditure in taxation computations in periods that differ from those in which they are included in the financial statements to the extent that it is probably that a liability or assets will crystallize in the future

(c) *Foreign currencies*

Assets and liabilities in foreign currencies are translated into Sterling at the rate of exchange ruling at the Balance Sheet date Transaction in foreign currencies are translated into Sterling at the rate of exchange ruling at the date of the transaction

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Notes to the financial statements - 31 December 2012

2. Operating expenses

	<i>2012</i>	<i>2011</i>
	£	£
Administrative expenses	2,060	204
	<u>2,060</u>	<u>204</u>

3. Operating profit

	<i>2012</i>	<i>2011</i>
	£	£
<i>Operating profit is stated after charging</i>		
Auditors' remuneration	2,060	2,060
	<u>2,060</u>	<u>2,060</u>

4. Net finance (cost)/income

	<i>2012</i>	<i>2011</i>
	£	£
Exchange rates (losses)/gains	(216,068)	5,076
	<u>(216,068)</u>	<u>5,076</u>

5. Taxation

	<i>2012</i>	<i>2011</i>
	£	£
Current year	-	(1,450)
	<u>-</u>	<u>(1,450)</u>

No tax liability has arisen as a result of the loss for the year (2011 - 20%)

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Notes to the financial statements - 31 December 2012

6. Debtors

	31 12 2012	31 12 2011
	£	£
Amount owed by ultimate parent company	5,916,732	6,122,827
Amounts owed by parent company	60,350	52,420
Amount owed by group company	124,717	373,112
	<u>6,101,799</u>	<u>6,548,359</u>

7. Creditors: amounts falling due within one year

	31 12 2012	31 12 2011
	£	£
Amounts owed to group company	99,796	75,717
Corporation tax	-	1,450
Accruals	2,000	2,000
	<u>101,796</u>	<u>79,167</u>

8 Called up share capital

	31 12 2012	31 12 2011
	£	£
Authorized		
250,000 Ordinary shares of 5p each	<u>12,500</u>	<u>12,500</u>
Allotted, called up and fully paid		
200,000 Ordinary share of 5p each	<u>10,000</u>	<u>10,000</u>

9. Reconciliation of movements on shareholders' funds

	31 12 2012	31 12 2011
	£	£
Opening shareholders' fund at 1 January 2012	6,469,192	6,463,482
(Loss)/Profit for the year	(469,189)	5,710
Closing shareholders' fund at 31 December 2012	<u>6,000,003</u>	<u>6,469,192</u>

10 Related party transactions

Control

The company is a wholly owned subsidiary of Reflex Software Ltd, a foreign company incorporated in Jersey

The ultimate parent company is Checkpoint Software Technology Ltd a public listed company registered in Israel

Transactions

In accordance with FRS 8 the company is exempt from disclosure of related party transactions as its financial statements are included in a group financial statements which are publicly available and can be obtained from the company registered office