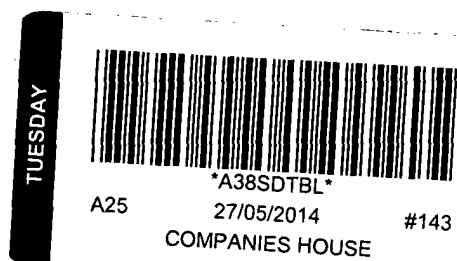


# HYDRA MANAGEMENT LIMITED

## DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2013



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## HYDRA MANAGEMENT LIMITED

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### COMPANY INFORMATION

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<b>DIRECTORS</b>	J Manrique (appointed 30 January 2013) M Bargioni (appointed 11 April 2013) S Gandhi (resigned 30 January 2013) J Marlovits (resigned 30 January 2013)
<b>COMPANY SECRETARY</b>	J Manrique
<b>REGISTERED NUMBER</b>	03000419
<b>REGISTERED OFFICE</b>	Wey Court West Union Road Farnham Surrey GU9 7PT
<b>INDEPENDENT AUDITORS</b>	Wise & Co Chartered Accountants & Statutory Auditors Wey Court West Union Road Farnham Surrey GU9 7PT
<b>BANKERS</b>	National Westminster Bank Plc 22 Kings Mall London W6 0QD

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**HYDRA MANAGEMENT LIMITED**

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## HYDRA MANAGEMENT LIMITED

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### DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2013

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The directors present their report and the financial statements for the year ended 31 December 2013.

#### DIRECTORS' RESPONSIBILITIES STATEMENT

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 the directors have elected to prepare the financial statements 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 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 of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting 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 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 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 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.

#### PRINCIPAL ACTIVITIES

During the year the principal activities of the company were that of development, distribution and support of computer software and services for the programme/project management market.

#### RESULTS

The profit for the year, after taxation, amounted to £9,066 (2012 - £190,384).

#### DIRECTORS

The directors who served during the year were:

J Manrique (appointed 30 January 2013)  
M Bargioni (appointed 11 April 2013)  
S Gandhi (resigned 30 January 2013)  
J Marlovits (resigned 30 January 2013).

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**HYDRA MANAGEMENT LIMITED**

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**DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2013**

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**DISCLOSURE OF INFORMATION TO AUDITORS**

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This report was approved by the board on 22 May 2014 and signed on its behalf.



**J Manrique**  
Director

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## HYDRA MANAGEMENT LIMITED

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### INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF HYDRA MANAGEMENT LIMITED

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We have audited the financial statements of Hydra Management Limited for the year ended 31 December 2013, set out on pages 5 to 17. 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 Directors' responsibilities statement, the directors are 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 and express an opinion on 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 Practices Board's Ethical Standards for Auditors.

#### 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 directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2013 and of its profit 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 MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

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HYDRA MANAGEMENT LIMITED

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INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF HYDRA MANAGEMENT LIMITED

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**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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Treena Turner FCA (Senior statutory auditor)  
for and on behalf of

**Wise & Co**  
Chartered Accountants & Statutory Auditors  
Wey Court West  
Union Road  
Farnham  
Surrey  
GU9 7PT

22 May 2014

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HYDRA MANAGEMENT LIMITED

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PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2013

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	Note	2013 £	2012 £
<b>TURNOVER</b>	1,2	<b>736,179</b>	<b>889,550</b>
Cost of sales		<b>(28,477)</b>	<b>(11,396)</b>
		<hr/>	<hr/>
<b>GROSS PROFIT</b>		<b>707,702</b>	<b>878,154</b>
Administrative expenses		<b>(732,418)</b>	<b>(746,018)</b>
		<hr/>	<hr/>
<b>OPERATING (LOSS)/PROFIT</b>	3	<b>(24,716)</b>	<b>132,136</b>
Interest payable and similar charges	7	-	<b>(10,852)</b>
		<hr/>	<hr/>
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>(24,716)</b>	<b>121,284</b>
Tax on (loss)/profit on ordinary activities	8	<b>33,782</b>	<b>69,100</b>
		<hr/>	<hr/>
<b>PROFIT FOR THE FINANCIAL YEAR</b>	15	<b>9,066</b>	<b>190,384</b>
		<hr/>	<hr/>

All amounts relate to continuing operations.

There were no recognised gains and losses for 2013 or 2012 other than those included in the Profit and loss account.

The notes on pages 8 to 17 form part of these financial statements.



**HYDRA MANAGEMENT LIMITED**  
**REGISTERED NUMBER: 03000419**

**BALANCE SHEET**  
**AS AT 31 DECEMBER 2013**

	Note	£	2013 £	£	2012 £
<b>FIXED ASSETS</b>					
Intangible assets	9		<b>23,972</b>		30,315
Tangible assets	10		<b>7,482</b>		5,735
			<b>31,454</b>		36,050
<b>CURRENT ASSETS</b>					
Debtors	11	<b>387,434</b>		124,103	
Cash at bank and in hand		<b>11,855</b>		1,124,284	
		<b>399,289</b>		1,248,387	
<b>CREDITORS:</b> amounts falling due within one year	12	<b>(378,143)</b>		<b>(1,251,454)</b>	
<b>NET CURRENT ASSETS/(LIABILITIES)</b>			<b>21,146</b>		<b>(3,067)</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<b>52,600</b>		<b>32,983</b>
<b>CREDITORS:</b> amounts falling due after more than one year	13		<b>(10,551)</b>		-
<b>NET ASSETS</b>			<b>42,049</b>		<b>32,983</b>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	14		<b>37</b>		37
Profit and loss account	15		<b>42,012</b>		32,946
<b>SHAREHOLDERS' FUNDS</b>	16		<b>42,049</b>		<b>32,983</b>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 22 May 2014.

  
**J Marriquet**  
 Director

The notes on pages 8 to 17 form part of these financial statements.

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**HYDRA MANAGEMENT LIMITED**

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**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2013**

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	Note	2013 £	2012 £
Net cash flow from operating activities	18	(818,111)	140,585
Returns on investments and servicing of finance	19	-	(10,852)
Taxation		-	97,366
Capital expenditure and financial investment	19	(14,292)	(6,015)
Equity dividends paid		(280,026)	-
<b>CASH (OUTFLOW)/INFLOW BEFORE FINANCING</b>		<b>(1,112,429)</b>	<b>221,084</b>
Financing	19	-	35
<b>(DECREASE)/INCREASE IN CASH IN THE YEAR</b>		<b>(1,112,429)</b>	<b>221,119</b>

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**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT  
FOR THE YEAR ENDED 31 DECEMBER 2013**

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	2013 £	2012 £
(Decrease)/Increase in cash in the year	(1,112,429)	221,119
<b>MOVEMENT IN NET DEBT IN THE YEAR</b>	<b>(1,112,429)</b>	<b>221,119</b>
Net funds at 1 January 2013	1,124,284	903,165
<b>NET FUNDS AT 31 DECEMBER 2013</b>	<b>11,855</b>	<b>1,124,284</b>

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The notes on pages 8 to 17 form part of these financial statements.

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## HYDRA MANAGEMENT LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

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#### 1. ACCOUNTING POLICIES

##### 1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

##### 1.2 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

Turnover from software contracts and related services, where such services are essential to the software's functionality, and where payments for software is spread over the implementation period, is recognised over the implementation period. Turnover is only fully recognised when no significant obligations remain and collection is probable. Turnover from license income is recognised on delivery of licences.

Turnover from services not related to software functionality is recognised when the service is delivered and collection is probable.

Turnover from maintenance support agreements is apportioned over the period to which the agreements relate. Any amounts invoiced in advance of being recognised as turnover are included in the balance sheet as deferred income.

##### 1.3 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Profit and loss account over its estimated economic life.

Intangible fixed assets are purchased separately, such as branding and software licences that do not form an integral part of hardware, are capitalised at cost and amortised over their useful economic life, usually 36 months.

Intellectual Property Rights acquired through a business combination are initially measured at fair value and amortised over their useful lives of 84 months. No charge is made in the year of acquisition.

Expenditure on research activities is recognised as an expense in the period in which it is incurred.

##### 1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

L/Term Leasehold Property	-	10% straight line
Fixtures and fittings	-	25% reducing balance

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## HYDRA MANAGEMENT LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

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#### 1. ACCOUNTING POLICIES (continued)

##### 1.5 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

##### 1.6 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

##### 1.7 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

##### 1.8 Research and development

Development costs are capitalised within intangible assets where they can be identified with a specific product or project anticipated to produce future benefits, and are amortised on the straight line basis over the anticipated life of the benefits arising from the completed product or project.

Deferred research and development costs are reviewed annually, and where future benefits are deemed to have ceased or to be in doubt, the balance of any related research and development is written off to the Profit and loss account.

Research and Development tax credits which are settled in cash (not as an offset to tax due) are accounted for when received from the applicable tax authority or when expected that they will be received.

##### 1.9 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

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## HYDRA MANAGEMENT LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

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#### 2. TURNOVER

An analysis of turnover by geographical market of destination is as follows:

	2013 £	2012 £
UK	678,114	845,550
Europe	43,625	44,000
USA	14,440	-
	<u>736,179</u>	<u>889,550</u>

The directors consider that the company operates in one class of business.

#### 3. OPERATING (LOSS)/PROFIT

The operating (loss)/profit is stated after charging/(crediting):

	2013 £	2012 £
Amortisation - intangible fixed assets	16,585	40,104
Depreciation of tangible fixed assets:		
- owned by the company	2,303	2,012
Operating lease rentals:		
- plant and machinery	6,461	-
- other operating leases	33,708	22,333
Difference on foreign exchange	176	-
	<u>          </u>	<u>          </u>

#### 4. AUDITORS' REMUNERATION

	2013 £	2012 £
Fees payable to the company's auditor and its associates for the audit of the company's annual accounts	<u>7,000</u>	<u>-</u>

In the prior year the company's audit fees were paid by its former parent undertaking and are shown in that company's financial statements.

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**HYDRA MANAGEMENT LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2013**

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**5. STAFF COSTS**

Staff costs, including directors' remuneration, were as follows:

	2013 £	2012 £
Wages and salaries	401,383	469,869
Social security costs	45,105	62,167
Other pension costs	9,688	19,580
	<u>456,176</u>	<u>551,616</u>

The average monthly number of employees, including the directors, during the year was as follows:

	2013 No.	2012 No.
	<u>6</u>	<u>9</u>

**6. DIRECTORS' REMUNERATION**

	2013 £	2012 £
Remuneration	<u>9,167</u>	<u>145,252</u>

In the prior year the company made contributions to a money purchase pension plan totalling £5,500 in respect of one director. There were no contributions in the year under review,

**7. INTEREST PAYABLE**

	2013 £	2012 £
On other loans	<u>-</u>	<u>10,852</u>

**8. TAXATION**

	2013 £	2012 £
<b>Analysis of tax credit in the year</b>		
UK corporation tax credit on (loss)/profit for the year	(33,782)	(39,440)
Adjustments in respect of prior periods	-	(29,660)
	<u>(33,782)</u>	<u>(69,100)</u>
<b>Tax on (loss)/profit on ordinary activities</b>		
	<u>(33,782)</u>	<u>(69,100)</u>

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## HYDRA MANAGEMENT LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

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#### 8. TAXATION (continued)

##### Factors affecting tax charge for the year

The tax assessed for the year is higher than (2012 - *lower than*) the standard rate of corporation tax in the UK of 20% (2012 - 24.49%). The differences are explained below:

	2013 £	2012 £
(Loss)/profit on ordinary activities before tax	<u>(24,716)</u>	<u>121,284</u>
(Loss)/profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2012 - 24.49%)	(4,943)	29,711
<b>Effects of:</b>		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	1,441	-
Capital allowances for year in excess of depreciation	(518)	-
Utilisation of tax losses	-	173
Adjustments to tax charge in respect of prior periods	-	(29,660)
Adjustment in research and development tax credit leading to an increase (decrease) in the tax charge	(29,762)	(69,324)
<b>Current tax credit for the year (see note above)</b>	<u><b>(33,782)</b></u>	<u><b>(69,100)</b></u>

##### Factors that may affect future tax charges

There were no factors that may affect future tax charges.

The company has trading losses of £28,850 of which a deferred tax asset has not been recognised. It may be able to set these losses against future trading profits.

**HYDRA MANAGEMENT LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2013**

**9. INTANGIBLE FIXED ASSETS**

	Branding/ Website £	IPR £	Goodwill £	Total £
<b>Cost</b>				
At 1 January 2013	4,566	60,000	157,658	222,224
Additions	10,242	-	-	10,242
At 31 December 2013	14,808	60,000	157,658	232,466
<b>Amortisation</b>				
At 1 January 2013	4,566	34,285	153,058	191,909
Charge for the year	3,414	8,571	4,600	16,585
At 31 December 2013	7,980	42,856	157,658	208,494
<b>Net book value</b>				
At 31 December 2013	6,828	17,144	-	23,972
At 31 December 2012	-	25,715	4,600	30,315

The IPR and goodwill arose on the acquisition of certain software and assets purchased from PMG on 22 February 2008.

**10. TANGIBLE FIXED ASSETS**

	L/Term Leasehold Property £	Fixtures and fittings £	Total £
<b>Cost</b>			
At 1 January 2013	-	11,154	11,154
Additions	953	3,097	4,050
At 31 December 2013	953	14,251	15,204
<b>Depreciation</b>			
At 1 January 2013	-	5,419	5,419
Charge for the year	95	2,208	2,303
At 31 December 2013	95	7,627	7,722
<b>Net book value</b>			
At 31 December 2013	858	6,624	7,482
At 31 December 2012	-	5,735	5,735



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**HYDRA MANAGEMENT LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2013**

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**11. DEBTORS**

	2013 £	2012 £
Trade debtors	136,906	67,534
Amounts owed by group undertakings	207,304	-
Prepayments and accrued income	9,442	17,129
Tax recoverable	33,782	39,440
	<u>387,434</u>	<u>124,103</u>

**12. CREDITORS:  
Amounts falling due within one year**

	2013 £	2012 £
Trade creditors	39,305	12,914
Amounts owed to group undertakings	-	546,565
Other taxation and social security	43,332	87,010
Proposed dividend	-	280,026
Other creditors	15,879	-
Accruals and deferred income	279,627	324,939
	<u>378,143</u>	<u>1,251,454</u>

The prior year amounts owed to group undertakings were paid by 30 January 2013; the principal attracted interest at 2% over the UK base rate.

**13. CREDITORS:  
Amounts falling due after more than one year**

	2013 £	2012 £
Accruals and deferred income	<u>10,551</u>	<u>-</u>

**14. SHARE CAPITAL**

	2013 £	2012 £
<b>Allotted, called up and fully paid</b>		
2 Ordinary shares of £1 each	2	2
35 A Ordinary shares of £1 each	35	35
	<u>37</u>	<u>37</u>

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**HYDRA MANAGEMENT LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2013**

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**15. RESERVES**

	<b>Profit and loss account £</b>
At 1 January 2013	<b>32,946</b>
Profit for the financial year	<b>9,066</b>
	<hr/>
At 31 December 2013	<b>42,012</b>
	<hr/>

**16. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS**

	<b>2013 £</b>	<b>2012 £</b>
Opening shareholders' funds	<b>32,983</b>	122,590
Profit for the financial year	<b>9,066</b>	190,384
Dividends (Note 17)	-	(280,026)
Shares issued during the year	-	35
	<hr/>	<hr/>
Closing shareholders' funds	<b>42,049</b>	32,983
	<hr/>	<hr/>

**17. DIVIDENDS**

	<b>2013 £</b>	<b>2012 £</b>
Dividends paid on equity capital	-	280,026
	<hr/>	<hr/>

**18. NET CASH FLOW FROM OPERATING ACTIVITIES**

	<b>2013 £</b>	<b>2012 £</b>
Operating (loss)/profit	<b>(24,716)</b>	132,136
Amortisation of intangible fixed assets	<b>16,585</b>	40,103
Depreciation of tangible fixed assets	<b>2,303</b>	2,012
Increase in debtors	<b>(22,243)</b>	(60,756)
Increase in amounts owed by group undertakings	<b>(207,304)</b>	-
(Decrease)/increase in creditors	<b>(36,171)</b>	50,975
Decrease in amounts owed to group undertakings	<b>(546,565)</b>	(23,885)
	<hr/>	<hr/>
<b>Net cash (outflow)/inflow from operating activities</b>	<b>(818,111)</b>	140,585
	<hr/>	<hr/>

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**HYDRA MANAGEMENT LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2013**

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**19. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT**

	2013 £	2012 £
<b>Returns on investments and servicing of finance</b>		
Interest paid	-	(10,852)
	<u>          </u>	<u>          </u>
	2013 £	2012 £
<b>Capital expenditure and financial investment</b>		
Purchase of intangible fixed assets	(10,242)	-
Purchase of tangible fixed assets	(4,050)	(6,015)
	<u>          </u>	<u>          </u>
<b>Net cash outflow from capital expenditure</b>	(14,292)	(6,015)
	<u>          </u>	<u>          </u>
	2013 £	2012 £
<b>Financing</b>		
Issue of ordinary shares	-	35
	<u>          </u>	<u>          </u>

**20. ANALYSIS OF CHANGES IN NET FUNDS**

	1 January 2013 £	Cash flow £	Other non-cash changes £	31 December 2013 £
Cash at bank and in hand	1,124,284	(1,112,429)	-	11,855
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Net funds</b>	1,124,284	(1,112,429)	-	11,855
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

**21. PENSION COMMITMENTS**

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £9,668 (2012 - £14,079). Contributions of £8,485 (2012 - £2,480) were payable to the fund at the balance sheet date and are included in creditors.

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## HYDRA MANAGEMENT LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

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#### 22. OPERATING LEASE COMMITMENTS

At 31 December 2013 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings		2013 £	Other 2012 £
	2013 £	2012 £		
<b>Expiry date:</b>				
Within 1 year	7,650	-	-	-
Between 2 and 5 years	-	11,475	8,822	-

#### 23. RELATED PARTY TRANSACTIONS

On 30th January 2013 Etask Technologies Limited ("Etask") acquired 100% of the shares of Hydra Management Limited. Prior to this date the company's ultimate controlling party was Clinical Computing Plc.

At the year end the company was a wholly owned subsidiary of Etask. J Manrique, a director of Hydra Management Limited (Hydra), is also a director and shareholder of Etask.

During the year management fees were paid to Hydra and funds were lent between the companies. At the year end Etask owed the company £207,304 (2012: nil).

M Bargioni, a director, is also a director and shareholder in Leafdays Limited. During the year the company paid Leafdays £4,250 (2012: nil) for consultancy services.

#### 24. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company's ultimate parent undertaking was Clinical Computing Plc until the sale of the company on 30th January 2013. During the remainder of the year the company's ultimate parent undertaking was Etask Technologies Limited, a company registered in England and Wales, registration number 6488933, registered office Wey Court West, Union Road, Farnham, Surrey, GU9 7PT.

During the year, the company was under the control of F Manrique, who is the father of the director and shareholder J Manrique.