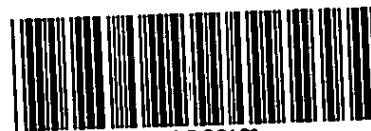


HIFX PLC

Company Number 03517451

**Interim Financial Statements prepared pursuant to
Section 838 of the Companies Act 2006 for the six
months ended 31 December 2013**



A32009A8

A38

28/02/2014

#33

COMPANIES HOUSE

HIFX PLC

PROFIT AND LOSS ACCOUNT

For the six months ended 31 December 2013

	2013 £'000
TURNOVER	2,314,838
Cost of sales	(2,300,618)
Gross profit	14,220
Administrative expenses	(10,762)
OPERATING PROFIT	3,458
Loss on disposal of fixed assets	(6)
Income from group investments	632
Interest receivable and similar income	12
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4,096
Tax charge on profit on ordinary activities	(831)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	3,265

All activities relate to continuing operations

HIFX PLC

BALANCE SHEET

As at 31 December 2013

	£'000
FIXED ASSETS	
Investments	976
Tangible assets	977
	<hr/>
	1,953
CURRENT ASSETS	
Debtors	15,578
Cash at bank and in hand	15,603
	<hr/>
	31,181
CREDITORS: amounts falling due within one year	<hr/>
	(19,424)
NET CURRENT ASSETS	<hr/>
	11,757
NET ASSETS	<hr/>
	13,710
CAPITAL AND RESERVES	
Called up share capital	72
Share premium account	1
Capital redemption reserve	814
Profit and loss account	12,823
	<hr/>
SHAREHOLDERS' FUNDS	<hr/>
	13,710

The interim financial statements of HIFX plc (registered number 03517451) were approved by the Board of Directors on 27 February 2014

Signed on behalf of the Board of Directors



S M Bown
Director



L Butcher
Director

NOTES TO THE INTERIM FINANCIAL STATEMENTS

For the period ended 31 December 2013

1. ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable United Kingdom accounting standards. A summary of the more important accounting policies of the company, which have been applied consistently throughout the period, is presented below. These financial statements present information about the company as an individual entity and not about the group.

Going concern

The company has good financial resources and a sizeable established client base generating recurring fees across a range of geographies and sectors.

The directors have reviewed the Company's budgets and forecasts for the coming 12 months which have been prepared with appropriate regard to the current macroeconomic environment and have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis in preparing these financial statements.

Turnover

Turnover comprises the gross consideration value of foreign exchange transactions executed on behalf of the company's clients, which are accounted for on a trade date basis, and interest earned on operating activity balances.

Amounts payable to clients

Amounts payable to clients comprise amounts received in advance from clients in respect of foreign exchange transactions prior to the maturity date of a trade, currency owed to clients post maturity date awaiting settlement, and the market movements on client open transactions, which approximates to fair value.

Amounts held on deposit with brokers

Amounts held on deposit with brokers comprise amounts paid in advance in respect of foreign exchange transactions prior to the maturity date of a trade, currency owed by brokers post maturity date awaiting settlement, and the market movements on broker open transactions, which approximates to fair value.

Impairment

Assets are reviewed for impairment whenever circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. Recoverable amount calculations are performed using cash flow projections discounted at a rate which reflects the time value of money.

Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation and any impairment in value. 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:

DFX trading platform	25% straight line
Office equipment	20% - 100% straight line
Fixtures and fittings	33% straight line
Motor vehicles	25% straight line

Investments

Fixed asset investments are stated at cost less provision for any impairment. In the company balance sheet, investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, are measured at cost amounting to the nominal value of the shares issued.

NOTES TO THE INTERIM FINANCIAL STATEMENTS
For the period ended 31 December 2013

1. ACCOUNTING POLICIES (CONTINUED)

Taxation

Current tax, including UK corporation tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or the right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements

Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted

Pensions

The company operates a defined contribution pension scheme for all employees. The cost to the company is charged to the profit and loss account as incurred

Foreign currency translation

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

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

2. INVESTMENTS

The company has investments in the following subsidiary undertakings

Company	Country of incorporation	Shares held	
		Class	%
HiFX Limited	New Zealand	Ordinary	100
Currency Online Limited	New Zealand	Ordinary*	100
HiFX Australia Pty Limited	Australia	Ordinary*	100
HiFX Insurance Services Limited	United Kingdom	Ordinary	100
121 Payments Limited	United Kingdom	Ordinary	100

* Indirect holding via HiFX Limited,

The principal activity of HiFX Limited and HiFX (Australia) Pty is that of a dedicated international payments and foreign exchange provider. All other subsidiaries were substantially non-trading or dormant in the six months ended 31 December 2013

HIFX PLC

NOTES TO THE INTERIM FINANCIAL STATEMENTS For the period ended 31 December 2013

3. DEBTORS AND CREDITORS

DEBTORS	£'000
Trade debtors	42
Amounts held on deposit with brokers	6,637
Amounts owed by group undertakings	419
Other debtors	7,321
Deferred taxation	381
Prepayments	778
	<u>15,578</u>

CREDITORS FALLING DUE WITHIN ONE YEAR	£'000
Amounts payable to clients	16,519
Trade creditors	410
Corporation tax	854
Other taxation and social security	288
Other creditors	88
Accruals and deferred income	1,265
	<u>19,424</u>

4 CALLED UP SHARE CAPITAL

	No. & £
Alotted, called up and fully paid	
Ordinary shares of £1 each	<u>72,287</u>

5. ULTIMATE PARENT COMPANY & CONTROLLING PARTY

The company's immediate and ultimate parent company, and the smallest and largest group into which the company is consolidated, is EIM (FX) Limited a company incorporated in the United Kingdom and registered in England & Wales. Financial statements for EIM (FX) Limited can be obtained from Morgan House, Madeira Walk, Windsor, Berkshire, SL4 1EP

No single person or entity controls EIM (FX) Limited