

Company Registration No. 04610337 (England and Wales)

CAXTON FX LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 28 FEBRUARY 2015

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CAXTON FX LIMITED

DIRECTORS AND ADVISERS

Directors	Rupert Lee-Browne Jane-Emma Peerless James Hickman Roger Alexander Timothy Cooke
Secretary	Hardeep Attwal
Company number	04610337
Registered office	Portland House Bressenden Place London SW1E 5BH
Registered auditors	Gerald Edelman 73 Cornhill London EC3V 3QQ

CAXTON FX LIMITED

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CAXTON FX LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 28 FEBRUARY 2015

The Directors present the strategic report and financial statements for the year ended 28 February 2015.

Review of the business

Caxton FX Limited is a leading provider of foreign exchange services, international payments and prepaid currency cards and is regulated by the Financial Conduct Authority (FCA).

The objectives of the Company remain straightforward: to produce amazing service for our customers allied with creating enhanced shareholder value. The Directors believe these two aspects are strongly connected and intend to continue with the strategy of recruiting the best customers to the business by employing the very finest people.

The results for the year are set out on page 6. During the year, there was a focus on strengthening the infrastructure of Caxton FX's core systems and further building on the quality of the team. This successful investment in people and systems has had a positive impact on our business and its performance seeing turnover grow to circa £860 million.

Demand for our award winning prepaid currency card continues to strengthen and the foreign exchange and international payments market offers many significant opportunities. In order to continue to stay ahead of competitors, we will continue to innovate and retain an agile approach to the needs of the market.

Principal risks and uncertainties

The main risks and uncertainties faced by the business relate to the wider regulatory landscape but the directors do not believe there is a significant risk to the performance of the company for the foreseeable future.

Credit risk

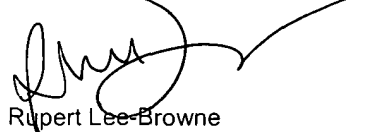
The group's debtors amount to £87.8 million in 2015 (2014: £68.1 million). This balance includes £87.5 million of trade debtors (2014: £67.9 million). The directors are of the opinion that all these amounts are recoverable and the group has no significant credit risk.

The group's creditors due in less than one year amounts to £91.2 million (2014: £70.4 million). The directors do not foresee any problems in the group being able to meet these obligations as they fall due.

Liquidity risk

The directors foresee no liquidity risk for the coming financial year as the Group has substantial cash reserves amounting to £9.7 million (2014: £5.9 million)

On behalf of the Board



Rupert Lee-Browne

Director

21 May 2015

CAXTON FX LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 28 FEBRUARY 2015

The directors present their report and financial statements for the year ended 28 February 2015.

Principal activities

The principal activity of the group throughout the year was that of provider of currency services.

Results and dividends

The consolidated profit and loss account for the year is set out on page 6.

An ordinary dividend of £250,776 (2014: £Nil) was paid during the year.

Directors

The following directors have held office since 1 March 2014:

Rupert Lee-Browne
Jane-Emma Peerless
James Hickman
Roger Alexander
Timothy Cooke

Creditor payment policy

The group is responsible for agreeing the terms and conditions under which business transactions with its suppliers are conducted. It is group policy that payments to suppliers are made in accordance with those terms, provided that the suppliers also comply with all relevant terms and conditions.

Auditors

The auditors, Gerald Edelman, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Statement of directors' responsibilities

The Directors are responsible for preparing the Strategic Report, 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 group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

CAXTON FX LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2015

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the group's auditors are unaware. Additionally, the Directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the group's auditors are aware of that information.


Pillar 3 disclosures

The group's Pillar 3 disclosures can be found at its registered office.

Going concern

Having reviewed the company's financial forecasts and expected future cash flows, the Directors 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 the financial statements for the year ended 28 February 2015.

On behalf of the board.



Robert Lee Browne
Director
21 May 2015

CAXTON FX LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CAXTON FX LIMITED

We have audited the group and parent company financial statements (the "financial statements") of Caxton FX Limited for the year ended 28 February 2015 set out on pages 6 to 21. 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 set out on page 2, 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 group's and 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 Annual 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 group's and parent company's affairs as at 28 February 2015 and of the group's 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 and the Strategic Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

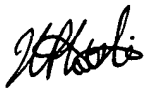
CAXTON FX LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE MEMBERS OF CAXTON FX LIMITED

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.



Hemen Doshi FCCA (Senior Statutory Auditor)
for and on behalf of Gerald Edelman

21 May 2015

Chartered Accountants
Statutory Auditor

73 Cornhill
London
EC3V 3QQ

CAXTON FX LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 28 FEBRUARY 2015

	Notes	2015 £	2014 £
Turnover	2	857,079,940	747,607,633
Cost of sales		(849,838,702)	(741,374,138)
Gross profit		7,241,238	6,233,495
Administrative expenses		(6,237,469)	(4,971,332)
Operating profit	3	1,003,769	1,262,163
Other interest receivable and similar income		10,903	26,081
Interest payable and similar charges	4	(271,582)	(220,753)
Profit on ordinary activities before taxation		743,090	1,067,491
Tax on profit on ordinary activities	5	(42,948)	(207,692)
Profit on ordinary activities after taxation		700,142	859,799

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

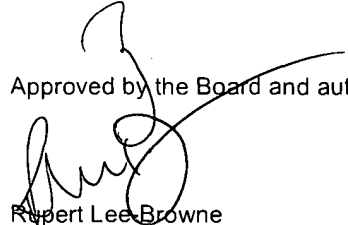
CAXTON FX LIMITED

BALANCE SHEETS

AS AT 28 FEBRUARY 2015

	Notes	Group 2015 £	2014 £	Company 2015 £	2014 £
Fixed assets					
Intangible assets	8	107,271	113,975	107,271	113,975
Tangible assets	10	1,074,258	1,227,054	1,074,258	1,227,054
Investments	9	-	-	50,000	50,000
		<u>1,181,529</u>	<u>1,341,029</u>	<u>1,231,529</u>	<u>1,391,029</u>
Current assets					
Stocks	11	104,736	144,715	104,736	144,715
Debtors	12	87,793,991	68,135,256	87,793,991	68,135,256
Cash at bank and in hand		9,678,342	5,874,177	9,168,797	5,513,791
		<u>97,577,069</u>	<u>74,154,148</u>	<u>97,067,524</u>	<u>73,793,762</u>
Creditors: amounts falling due within one year	13	(91,206,320)	(70,445,834)	(95,659,789)	(72,960,338)
Net current assets		<u>6,370,749</u>	<u>3,708,314</u>	<u>1,407,735</u>	<u>833,424</u>
Total assets less current liabilities		<u>7,552,278</u>	<u>5,049,343</u>	<u>2,639,264</u>	<u>2,224,453</u>
Creditors: amounts falling due after more than one year	14	(4,910,305)	(2,866,223)	-	-
Provisions for liabilities	15	(25,852)	(16,365)	(25,852)	(16,365)
		<u>2,616,121</u>	<u>2,166,755</u>	<u>2,613,412</u>	<u>2,208,088</u>
Capital and reserves					
Called up share capital	16	1,548	1,548	1,548	1,548
Share premium account	17	180,499	180,499	180,499	180,499
Other reserves	17	40	40	40	40
Profit and loss account	17	2,434,034	1,984,668	2,431,325	2,026,001
Shareholders' funds	18	<u>2,616,121</u>	<u>2,166,755</u>	<u>2,613,412</u>	<u>2,208,088</u>

Approved by the Board and authorised for issue on 21 May 2015.


Rupert Lee-Browne
Director

Company Registration No. 04610337

CAXTON FX LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 28 FEBRUARY 2015

	£	2015 £	£	2014 £
Net cash inflow/(outflow) from operating activities		2,467,638		(760,017)
Returns on investments and servicing of finance				
Interest received	10,903		26,081	
Interest paid	(271,582)		(220,753)	
Net cash outflow for returns on investments and servicing of finance		(260,679)		(194,672)
Taxation		(111,860)		(8,896)
Capital expenditure				
Payments to acquire tangible assets	(218,817)		(320,534)	
Net cash outflow for capital expenditure		(218,817)		(320,534)
Equity dividends paid		(250,776)		-
Net cash inflow/(outflow) before management of liquid resources and financing		1,625,506		(1,284,119)
Management of liquid resources				
Current asset investments	-		50,000	
		-		50,000
Financing				
Purchase of own shares	-		(75,000)	
Other new long term loans	1,991,526		-	
Repayment of other long term loans	-		(10,000)	
Net cash inflow/(outflow) from financing		1,991,526		(85,000)
Increase/(decrease) in cash in the year		3,617,032		(1,319,119)

CAXTON FX LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 28 FEBRUARY 2015

1	Reconciliation of operating profit to net cash inflow/(outflow) from operating activities	2015	2014
		£	£
	Operating profit	1,003,769	1,262,163
	Depreciation of tangible assets	371,613	356,455
	Amortisation of intangible assets	6,704	6,704
	Decrease/(increase) in stocks	39,979	(17,642)
	Increase in debtors	(19,658,735)	(33,061,391)
	Increase in creditors within one year	20,651,752	30,646,428
	Amortisation of bond issue costs	52,556	47,266
	Net cash inflow/(outflow) from operating activities	2,467,638	(760,017)

2	Analysis of net funds	1 March 2014	Cash flow	Other non-cash changes	28 February 2015
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	5,874,177	3,804,165	-	9,678,342
	Bank overdrafts	-	(187,133)	-	(187,133)
		5,874,177	3,617,032	-	9,491,209
	Debts falling due after one year	(2,866,223)	(2,044,082)	-	(4,910,305)
	Net funds	3,007,954	1,572,950	-	4,580,904

3	Reconciliation of net cash flow to movement in net funds	2015	2014
		£	£
	Increase/(decrease) in cash in the year	3,617,032	(1,319,119)
	Cash outflow from decrease in liquid resources	-	(50,000)
	Cash inflow from increase in debt	(2,044,082)	(37,264)
	Movement in net funds in the year	1,572,950	(1,406,383)
	Opening net funds	3,007,954	4,414,337
	Closing net funds	4,580,904	3,007,954

CAXTON FX LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2015

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Basis of consolidation

The consolidated profit and loss account and balance sheet included the financial statements of the company and its subsidiary undertakings made up to 28 February 2015. The group uses acquisition accounting. Under acquisition accounting the results of subsidiaries acquired are included in the profit and loss account from the date control passes. *Inter-group sales, profits and balances are eliminated fully on consolidation.*

1.4 Turnover

Turnover represents the gross value of currency transactions undertaken by the group. Purchases of currency relating to these transactions are treated as cost of sales.

Turnover is recognised when a binding contract is entered into by a client and the profit is fixed and determined. When the group enters into a contract for forward delivery with a client it also enters into a separate matched forward contract with its bankers.

Where a contract for forward delivery is open at the year end, the balance of the contract due from the client and counterparty at the maturity date is included in trade debtors and the corresponding liability is included in trade creditors.

1.5 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 20 years.

1.6 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 less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Leasehold	Remaining life of lease
Computer equipment	3 - 7 years on cost
Fixtures, fittings & equipment	25% straight line
Motor vehicles	25% straight line
Software	20% straight line

1.7 Leasing

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

1.8 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

Current asset investments are stated at the lower of cost and net realisable value.

CAXTON FX LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2015

1 Accounting policies

(Continued)

1.9 Stock

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

1.10 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.

1.11 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. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

1.12 Share based Payments

Financial Reporting Standard No. 20: Share based Payments requires for share options to be fair valued at the date of grant and charged to the profit and loss account over the vesting period of the option. Any expense recognised is classified as a staff cost and the associated credit entry is made to option reserves.

2 Turnover

The directors consider that the activity of the group consists of one business class, and consequently, the total turnover of the group for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

CAXTON FX LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2015

3	Operating profit	2015 £	2014 £
	Operating profit is stated after charging:		
	Amortisation of intangible assets	6,704	6,704
	Depreciation of tangible assets	371,613	356,455
	Loss on foreign exchange transactions	-	52,272
	Operating lease rentals - land and buildings	236,670	206,547
	and after crediting:		
	Profit on foreign exchange transactions	(160,919)	-
		<u> </u>	<u> </u>

Auditors' remuneration

Fees payable to the group's auditor for the audit of the group's annual accounts (company £27,636 - 2014: £28,974)	28,536	29,883
Taxation services	1,500	1,500
Corporate finance services for the issue of Bond 2	16,842	-
	<u>46,878</u>	<u>31,383</u>

4	Interest payable	2015 £	2014 £
	On bank loans and overdrafts	9,087	6,853
	Payable to bond holders	262,495	213,900
		<u>271,582</u>	<u>220,753</u>

CAXTON FX LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2015

5	Taxation	2015 £	2014 £
	Domestic current year tax		
	U.K. corporation tax	125,723	204,122
	Adjustment for prior years	(92,262)	8,896
	Total current tax	<u>33,461</u>	<u>213,018</u>
	Deferred tax		
	Origination and reversal of timing differences	9,487	(5,326)
		<u>42,948</u>	<u>207,692</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>743,090</u>	<u>1,067,491</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 21% (2014 - 23%)	<u>156,049</u>	<u>245,523</u>
	Effects of:		
	Non deductible expenses	3,939	4,310
	Depreciation add back	47,834	83,527
	Capital allowances	(54,333)	(48,513)
	Tax losses available for utilisation	(26,779)	(76,186)
	Adjustments to previous periods	(92,262)	8,896
	Other tax adjustments	(987)	(4,539)
		<u>(122,588)</u>	<u>(32,505)</u>
	Current tax charge for the year	<u>33,461</u>	<u>213,018</u>

6 Profit for the financial year

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements. The profit for the financial year is made up as follows:

	2015 £	2014 £
Holding company's profit for the financial year	<u>656,100</u>	<u>825,766</u>
7 Dividends	2015 £	2014 £
Ordinary interim paid	<u>250,776</u>	<u>-</u>

CAXTON FX LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2015

8 Intangible fixed assets

Group and company

	Goodwill £
Cost	
At 1 March 2014 & at 28 February 2015	134,087
Amortisation	
At 1 March 2014	20,112
Charge for the year	6,704
At 28 February 2015	26,816
Net book value	
At 28 February 2015	107,271
At 28 February 2014	113,975

9 Fixed asset investments

Company

	Shares in group undertakings £
Cost	
At 1 March 2014 & at 28 February 2015	50,000
Net book value	
At 28 February 2015	50,000
At 28 February 2014	50,000

In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

CAXTON FX LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2015

9 Fixed asset investments (Continued)

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Class	Shares held %
Subsidiary undertakings			
Caxton FX Bond Plc	England and Wales	Ordinary shares	100.00

The principal activity of these undertakings for the last relevant financial year was as follows:

	Principal activity
Caxton FX Bond Plc	Bond holding

10 Tangible fixed assets

Group and company

	Land and buildings Leasehold £	Computer equipment & software £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost					
At 1 March 2014	59,537	1,789,388	82,586	8,100	1,939,611
Additions	1,950	208,798	8,069	-	218,817
Disposals	(61,487)	(164,891)	(36,398)	(8,100)	(270,876)
At 28 February 2015	-	1,833,295	54,257	-	1,887,552
Depreciation					
At 1 March 2014	45,242	608,926	50,289	8,100	712,557
On disposals	(65,527)	(164,891)	(32,358)	(8,100)	(270,876)
Charge for the year	20,285	336,398	14,930	-	371,613
At 28 February 2015	-	780,433	32,861	-	813,294
Net book value					
At 28 February 2015	-	1,052,862	21,396	-	1,074,258
At 28 February 2014	14,295	1,180,462	32,297	-	1,227,054

CAXTON FX LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2015

11 Stocks

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Finished goods	104,736	144,715	104,736	144,715

The group's stocks comprise stock of cards.

12 Debtors

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Trade debtors	87,503,957	67,879,213	87,503,957	67,879,213
Other debtors	129,020	126,603	129,020	126,603
Prepayments and accrued income	161,014	129,440	161,014	129,440
	<u>87,793,991</u>	<u>68,135,256</u>	<u>87,793,991</u>	<u>68,135,256</u>

Amounts falling due after more than one year and included in the debtors above are:

	2015	2014	2015	2014
	£	£	£	£
Other debtors	112,200	112,200	112,200	112,200

13 Creditors : amounts falling due within one year

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Bank loans and overdrafts	187,133	-	187,133	-
Trade creditors	89,933,679	69,505,898	89,933,679	69,505,898
Amounts owed to group undertakings	-	-	4,585,100	2,587,500
Corporation tax	125,723	204,122	116,080	204,122
Taxes and social security costs	93,251	80,145	93,251	80,145
Other creditors	27,160	19,500	27,160	19,500
Accruals and deferred income	839,374	636,169	717,386	563,173
	<u>91,206,320</u>	<u>70,445,834</u>	<u>95,659,789</u>	<u>72,960,338</u>

CAXTON FX LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2015

14 Creditors : amounts falling due after more than one year

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Bond holders	5,000,000	2,945,000	-	-
Less: Unamortised costs	(89,695)	(78,777)	-	-
	<u>4,910,305</u>	<u>2,866,223</u>	<u>-</u>	<u>-</u>
Analysis of loans				
Wholly repayable within five years	4,910,305	2,866,223	-	-
	<u>4,910,305</u>	<u>2,866,223</u>	<u>-</u>	<u>-</u>

Bonds are due to mature after 31 October 2018 with 6 months notice given by either party after that date.

Interest is payable to bond holders at the rate of 7.25% per annum. The interest is paid in arrears in six monthly intervals.

The company is entitled to repay any or all of the principal amount of the Caxton FX bonds together with any accrued interest thereon at anytime during the term of the Caxton FX bonds.

15 Provisions for liabilities Group

	Deferred taxation £
Balance at 1 March 2014	16,365
Profit and loss account	9,487
	<u>25,852</u>
Balance at 28 February 2015	25,852
Company	
Balance at 1 March 2014	16,365
Profit and loss account	9,487
	<u>25,852</u>
Balance at 28 February 2015	<u>25,852</u>

The deferred tax liability is made up as follows:

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Accelerated capital allowances	<u>25,852</u>	<u>16,365</u>	<u>25,852</u>	<u>16,365</u>

CAXTON FX LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2015

16	Share capital	2015 £	2014 £
	Allotted, called up and fully paid		
	123,050 Ordinary shares of 1p each	1,231	1,231
	31,750 "A" Ordinary shares of 1p each	317	317
		<u>1,548</u>	<u>1,548</u>

The Ordinary and "A" Ordinary shares have the same voting rights and participation on a winding up.

Certain employees hold options to subscribe for shares in the company under the share option schemes approved by the shareholders in October 2012. Options on 5,465 Ordinary shares and 12,315 "A" Ordinary shares were granted and the periods in which they may be exercised are given below:-

Year of grant	Exercise price	Exercise period	2015 Number	Class
2012	£8	2012 - 2022	12,315	"A" Ordinary
2012	£8	2012 - 2022	5,465	Ordinary
			<u>17,780</u>	

The directors consider that the fair value of the options is comparable to the exercise price and therefore no charge has been made to the Profit & Loss Account.

17 Statement of movements on reserves Group

	Share premium account £	Other reserves (see below) £	Profit and loss account £
Balance at 1 March 2014	180,499	40	1,984,668
Profit for the year	-	-	700,142
Dividends paid	-	-	(250,776)
Balance at 28 February 2015	<u>180,499</u>	<u>40</u>	<u>2,434,034</u>
Other reserves			
Capital redemption reserve			
Balance at 1 March 2014 & at 28 February 2015		<u>40</u>	

CAXTON FX LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2015

17 Statement of movements on reserves

(Continued)

Company

	Share premium account £	Other reserves (see below) £	Profit and loss account £
Balance at 1 March 2014	180,499	40	2,026,001
Profit for the year	-	-	656,100
Dividends paid	-	-	(250,776)
Balance at 28 February 2015	180,499	40	2,431,325
Other reserves			
Capital redemption reserve			
Balance at 1 March 2014 & at 28 February 2015		40	

18 Reconciliation of movements in shareholders' funds

Group	2015 £	2014 £
Profit for the financial year	700,142	859,799
Dividends	(250,776)	-
Purchase of own shares	-	(74,960)
Net addition to shareholders' funds	449,366	784,839
Opening shareholders' funds	2,166,755	1,381,916
Closing shareholders' funds	2,616,121	2,166,755

Company	2015 £	2014 £
Profit for the financial year	656,100	825,766
Dividends	(250,776)	-
Purchase of own shares	-	(74,960)
Net addition to shareholders' funds	405,324	750,806
Opening shareholders' funds	2,208,088	1,457,282
Closing shareholders' funds	2,613,412	2,208,088

CAXTON FX LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2015

19 Contingent liabilities

Company

The Company has provided a guarantee to meet the payment obligations of Caxton FX Bond Plc in connection with the Caxton FX bonds.

As at the year end, the amounts owed to bond holders including any accrued interest charge was £5,119,178 (2014: £3,015,196). Caxton FX Bond Plc is a wholly owned subsidiary undertaking.

20 Financial commitments

At 28 February 2015 the group had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2015	2014
	£	£
Expiry date:		
Within one year	-	224,400
Between two and five years	330,000	-
	<u>330,000</u>	<u>224,400</u>

21 Directors' remuneration

	2015	2014
	£	£
Remuneration for qualifying services	<u>476,667</u>	<u>431,667</u>
Remuneration disclosed above include the following amounts paid to the highest paid director:		
Remuneration for qualifying services	<u>170,833</u>	<u>150,000</u>

One of the Directors, James Hickman, has 3,750 unexercised Ordinary share options and 10,600 unexercised Ordinary "A" share options. No options have been exercised or granted during the current accounting period. Full disclosures of the share options are included within note 16 of the financial statements.

CAXTON FX LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2015

22 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2015 Number	2014 Number
Sales and marketing	29	24
Administration	49	43
	<u>78</u>	<u>67</u>

Employment costs

	2015 £	2014 £
Wages and salaries	2,915,137	2,510,955
Social security costs	306,033	270,579
	<u>3,221,170</u>	<u>2,781,534</u>

23 Control

The company is controlled by R Lee-Browne, a Director of the Company.

24 Client money

As at the year end the amounts held in designated client money accounts was £38,136,462 (2014: £10,429,827). These balances are not included in these financial statements.

25 Related party relationships and transactions

The following is a summary of the transactions with related parties:

	2015 £	2014 £
Dividends paid to directors	250,776	-
The directors concerned are Rupert Lee-Browne, Jane-Emma Peerless and James Hickman.		
Consultancy fees paid to directors	31,526	31,490
The directors concerned are Timothy Cooke and Roger Alexander.		
Bond holding by director	-	2,000
Interest payable on bondholding	145	145
The directors concerned is Rupert Lee-Browne.		