

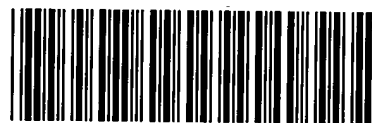
Company Registration No. 05311363 (England and Wales)

INFOSCREEN NETWORKS LTD

REPORT AND AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

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INFOSCREEN NETWORKS LTD

DIRECTORS AND ADVISERS

Directors	Amarjit Singh Chhina Patrick Wai Yen Chew John Simon Hugh Crane Lee Milton Montgomery	(Non-executive) (Non-executive)
Secretary	MH Secretaries Limited	
Registered number	05311363	
Registered office	Staple Court 11 Staple Inn Buildings London WC1V 7QH	
Auditors	Jeffreys Henry LLP 5-7 Cranwood Street London EC1V 9EE	
Solicitors to the Company	Marriott Harrison Staple Court 11 Staple Inn Buildings London WC1V 7QH	
Principal Banker	Barclays Bank PLC 38 Hans Crescent London SW1X 0LZ	
Website	www.infoscreennetworks.com	

INFOSCREEN NETWORKS LTD

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INFOSCREEN NETWORKS LTD

STRATEGIC REPORT FOR THE YEAR ENDED 30 JUNE 2015

Review of the business

The Company embarked on a cost cutting exercise to mitigate the financial effects of more competitive conditions in the marketplace, which included the de-listing of the company from the AIM Market, and has embarked on a network re-planting and a network expansion programme of its key digital media assets to enhance its competitiveness, diversify its revenue base and differentiate itself from the competition to help ensure that it continues to create value for shareholders.

Key risks and uncertainties

The Group's operating subsidiary, YTL Info Screen, operates in the advertising industry in Malaysia. By virtue of this, the Group's performance is significantly tied-in with the overall state of the Malaysian economy, and more specifically, advertising expenditure in Malaysia, which is very sensitive to the country's economic health.

In addition, the Group's financial results are also subject to currency translation risk arising from its earnings in Malaysia which are denominated in Malaysian Ringgit (RM).

The third major risk and uncertainty relates to the direction of UK and Malaysian interest rates going forward, which will have a direct impact on the finance income the Group will earn on its substantial fixed deposits. Should the Bank of England feel it necessary to adjust interest rates upwards or downwards to manage UK economic activity, the Group's finance income will be directly impacted.

Key performance indicators

The most significant Key Performance Indicators ("KPIs") employed by the Group to monitor its performance are discussed below:

Growth in revenue

Growth in revenue is computed on a year-on-year basis and is expressed as a percentage. The Group recorded an increase in revenue of 9% (FY2014: decrease of 9%), mainly due to increase in digital media advertising revenue recorded by YTL Info Screen Sdn. Bhd. ("YTL Info Screen").

Gross profit margin

Gross margin is the ratio of gross profit to revenue expressed as a percentage. The Group's gross profit margin increased marginally from 42% in FY2014 to 58% in FY2014.

Growth in pre-tax profit

Growth in pre-tax profit is computed on a year-on-year basis and is expressed as a percentage. The Group recorded an increase in pre-tax profit of 200% (FY2014: decrease of 58%) largely due to higher gross profit.

INFOSCREEN NETWORKS LTD

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2015

The Directors present their report and audited financial statements of the Group and Company for the year ended 30 June 2015 ("FY2015").

Principal activities

The principal activities of the Group are digital narrowcasting and development of digital media content and delivery solutions. There have been no significant changes in the nature of these principle activities during the year.

Results and dividends

The Consolidated Statement of Comprehensive Income for the year is set out on page 6.

No dividends have been paid or declared for the year ended 30 June 2015.

Directors

The following Directors have held office since 1 July 2014:

A S Chhina
P W Y Chew
J S H Crane (Non-executive)
L M Montgomery (Non-executive)

Directors' remuneration

The Executive Directors are not entitled to any other forms of remuneration from the Company. This is broken down in detail at Note 19 to the Financial Statements.

Directors' interests

The Directors who held office at the reporting date did not have any interests in the shares of the Company.

Payment policy

It is the Company's policy to:

- settle the terms of payment with suppliers when agreeing the terms of each transaction;
- ensure that suppliers are made aware of the terms of payment; and
- to abide by the terms of payment.

On average, creditors at the end of the reporting date represented 17 days (2014: 29 days) of purchases.

Auditors

In accordance with section 489 of the Companies Act 2006 a resolution proposing that Jeffrey's Henry LLP be re-appointed as auditors to the Company will be put to the Annual General Meeting.

INFOSCREEN NETWORKS LTD

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

Going concern

After making appropriate enquiries, the Directors consider that the Group has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements.

Directors' responsibilities

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 year. Under that law the Directors have elected to prepare the Group and parent financial statements in accordance with International Financial Reporting Standards as adopted for use in the European Union. 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 Group and of the Consolidated Statement of Comprehensive Income 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 judgments and estimates that are reasonable and prudent;
- state whether the Group and parent company financial statements have been prepared in accordance with IFRSs as adopted by the European Union 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 and 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 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 of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Indemnity of officers

The Group currently does not maintain insurance to cover against legal action brought against its Directors and officers. However, the Group may purchase and maintain, for any Director or officer, insurance against any liability in the future.

Financial risk management

The Directors constantly monitor the financial risks and uncertainties facing the Group with particular reference to the exposure of interest rate, foreign currency, credit, liquidity and cash flow risk. They are confident that suitable policies are in place and that all material financial risks have been considered. More detail is given in Note 20 to the financial statements.

Events after the end of the reporting date

There were no events after the reporting date that require to be disclosed.

Statement of disclosure to auditor

Each person who is a Director at the date of approval of this Report and Audited Financial Statements confirms that:

- so far as the Directors are aware, there is no relevant audit information of which the Group's auditors are unaware; and
- each Director 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 Group's auditors are aware of that information.

Signed on behalf of the Board by



A S Chhina
Chairman and Chief Executive Officer
2 October 2015

INFOSCREEN NETWORKS LTD

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF INFOSCREEN NETWORKS LTD

We have audited the Group and parent company financial statements (the "financial statements") of Infoscreen Networks PLC for the year ended 30 June 2015 which comprise the Consolidated Statement of Comprehensive Income, the Consolidated and parent company Statements of Financial Position, the Consolidated and parent company Statements of Changes in Equity, the Consolidated and parent company Statements of Cash Flows and the related notes. The financial reporting framework that has been applied in the preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the European Union and as regards to the parent company financial statements, as applied in accordance with the provisions of the Companies Act 2006.

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 statement of Directors' responsibilities set out on page 3, the directors are responsible for preparing 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 Practices Board's Ethical Standards for Auditors

Scope of the audit

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 parent 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 financial and non-financial information in the Strategic report and 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 Group's and the parent company's affairs as at 30 June 2015 and of the Group's profit for the year then ended;
- the Group financial statements have been properly prepared in accordance with IFRSs as adopted by the European Union; and
- the parent company financial statements have been properly prepared in accordance with IFRSs as adopted by the European Union and as applied in accordance with the provisions of the Companies Act 2006; and
- the financial statements have been prepared in accordance with the requirements of the Companies Act 2006.

INFOSCREEN NETWORKS LTD

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF INFOSCREEN NETWORKS LTD (CONTINUED)

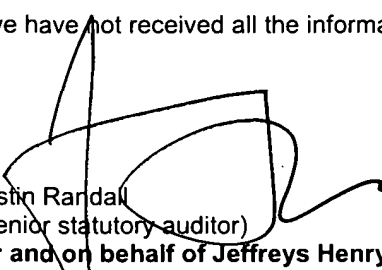
Opinion on the other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' report and the Strategic report for the year for which the financial statements are prepared are 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 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.



Justin Randall
(Senior statutory auditor)
for and on behalf of Jeffreys Henry LLP,
Chartered Accountants
Statutory Auditor

2 October 2015
5-7 Cranwood Street
London, EC1V 9EE

INFOSCREEN NETWORKS LTD

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2015

	Note	Year ended 30 June 2015 £	Year ended 30 June 2014 £
Continuing operations			
Revenue	3	1,361,435	1,246,971
Cost of sales		(566,855)	(718,520)
Gross Profit		794,580	528,451
Administrative expenses		(540,750)	(485,221)
Operating profit	4	253,830	43,230
Finance income and other income		104,861	77,009
Finance cost		(507)	(878)
Profit before income tax		358,184	119,361
Income tax expense	5	(93,851)	(41,224)
Profit for the year		264,333	78,137
Other comprehensive loss:			
Currency translation differences		(220,855)	(297,445)
Other comprehensive loss for the year, net of tax		(220,855)	(297,445)
Total comprehensive income/(loss) for the year, net of tax		43,478	(219,308)
Profit for the year attributable to owners of the parent		264,333	78,137
Total comprehensive income/(loss) for the year attributable to owners of the parent		43,478	(219,308)

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

INFOSCREEN NETWORKS LTD

CONSOLIDATED AND COMPANY STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2015

	Note	30 June 2015 £	Group 30 June 2014 £	30 June 2015 £	Company 30 June 2014 £
ASSETS					
Non-current assets					
Property, plant and equipment	7	205,376	231,045	-	-
Intangible assets	8	1,042	3,954	-	-
Investment in a subsidiary	9	-	-	57,181	57,181
		<u>206,418</u>	<u>234,999</u>	<u>57,181</u>	<u>57,181</u>
Current assets					
Trade and other receivables	10	407,118	440,006	1,777	898
Income tax assets		17,135	-	-	-
Cash and cash equivalents	11	4,955,916	4,934,769	2,721,793	2,729,968
		<u>5,380,169</u>	<u>5,374,775</u>	<u>2,723,570</u>	<u>2,730,866</u>
Total assets		<u><u>5,586,587</u></u>	<u><u>5,609,774</u></u>	<u><u>2,780,751</u></u>	<u><u>2,788,047</u></u>
EQUITY AND LIABILITIES					
Equity attributable to owners of the parent					
Share capital	12	3,000,000	3,000,000	3,000,000	3,000,000
Other reserves	13	(29,417)	191,438	-	-
Retained earnings/(Accumulated losses)	13	2,209,104	1,944,771	(234,949)	(227,663)
Total equity		<u><u>5,179,687</u></u>	<u><u>5,136,209</u></u>	<u><u>2,765,051</u></u>	<u><u>2,772,337</u></u>

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

INFOSCREEN NETWORKS LTD

CONSOLIDATED AND COMPANY STATEMENTS OF FINANCIAL POSITION AS AT 30 JUNE 2015 (CONTINUED)

	Note	30 June 2015 £	Group 30 June 2014 £	30 June 2015 £	Company 30 June 2014 £
LIABILITIES					
Non-current liabilities					
Deferred tax liabilities	14	27,765	39,384	-	-
Finance lease liabilities	15	-	7,089	-	-
		<u>27,765</u>	<u>46,473</u>	<u>-</u>	<u>-</u>
Current liabilities					
Trade and other payables	16	370,212	401,033	15,700	15,710
Provision	17	2,412	6,782	-	-
Income tax liabilities		-	11,869	-	-
Finance lease liabilities	15	6,511	7,408	-	-
		<u>379,135</u>	<u>427,092</u>	<u>15,700</u>	<u>15,710</u>
		<u>406,900</u>	<u>473,565</u>	<u>15,700</u>	<u>15,710</u>
Total equity and liabilities		<u><u>5,586,587</u></u>	<u><u>5,609,774</u></u>	<u><u>2,780,751</u></u>	<u><u>2,788,047</u></u>

The financial statements were approved and authorised for issue by the Board on 2 October 2015 and signed on its behalf by:



A S Chhina
Chairman and Chief Executive Officer
Company No: 05311363

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

INFOSCREEN NETWORKS LTD

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2015

	Attributable to owners of the parent				
	Share Capital £	Capital Reserve £	Translation Reserve £	Retained Earnings £	Total Equity £
Balance as at 1 July 2013	3,000,000	1,484	487,399	1,866,634	5,355,517
Profit for the year	-	-	-	78,137	78,137
Other comprehensive loss	-	-	(297,445)	-	(297,445)
Total comprehensive loss for the year	-	-	(297,445)	78,137	(219,308)
Balance as at 30 June 2014	3,000,000	1,484	189,954	1,944,771	5,136,209
Balance as at 1 July 2014	3,000,000	1,484	189,954	1,944,771	5,136,209
Profit for the year	-	-	-	264,333	264,333
Other comprehensive loss	-	-	(220,855)	-	(220,855)
Total comprehensive profit for the year	-	-	(220,855)	264,333	43,478
Balance as at 30 June 2015	3,000,000	1,484	(30,901)	2,209,104	5,179,687

Notes:

Share capital

The amount subscribed for shares at nominal value.

Capital reserve

The capital reserve comprises the equity portion of ordinary shares issued.

Translation reserve

The effect of changes in exchange rates arising from translating the financial statements of subsidiary undertakings into the Company's reporting currency.

Retained earnings

Cumulative realised profits less losses and distributions attributable to owners of the parent.

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

INFOSCREEN NETWORKS LTD

COMPANY STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2015

	Non-distributable	Distributable	
	Share Capital £	Accumulated Losses £	Total Equity £
Balance as at 1 July 2013	3,000,000	(211,879)	2,788,121
Loss for the year	-	(15,784)	(15,784)
Total comprehensive loss for the year	-	(15,784)	(15,784)
Balance as at 30 June 2014	3,000,000	(227,663)	2,772,337
Balance as at 1 July 2014	3,000,000	(227,663)	2,772,337
Loss for the year	-	(7,286)	(7,286)
Total comprehensive loss for the year	-	(7,286)	(7,286)
Balance as at 30 June 2015	3,000,000	(234,949)	2,765,051

Notes:

Share capital

The amount subscribed for shares at nominal value.

Accumulated losses

Cumulative realised profits less losses and distributions attributable to owners of the parent.

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

INFOSCREEN NETWORKS LTD

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2015

	Cash Flows Note	Year ended 30 June 2015 £	Year ended 30 June 2014 £
Cash flows from operating activities			
Cash generated from operations	1	339,109	100,000
Finance income received		93,342	78,090
Finance lease interest paid		(507)	(878)
Income tax paid		(136,375)	(42,718)
Income tax refund		2,647	-
Net cash generated from operating activities		298,216	134,494
Cash flows from investing activities			
Purchase of property, plant and equipment		(69,761)	(13,354)
Purchase of intangible assets		(329)	(159)
Net cash used in investing activities		(70,090)	(13,513)
Cash flows from financing activities			
Repayment of obligation under finance lease liabilities		(7,445)	(7,289)
Net cash used in financing activities		(7,445)	(7,289)
Net increase in cash and cash equivalents		220,681	113,692
Cash and cash equivalents at the beginning of the year		4,934,769	5,087,953
Exchange losses on cash and cash equivalents		(199,534)	(266,876)
Cash and cash equivalents at the end of the year	2	4,955,916	4,934,769

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

INFOSCREEN NETWORKS LTD

NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2015

1 Reconciliation of profit before income tax to cash generated from operations

	2015 £	2014 £
Profit before income tax	358,184	119,361
Adjustments for:		
Finance income	(94,658)	(76,979)
Amortisation of intangible assets	3,163	3,211
Depreciation of property, plant and equipment	74,179	74,755
Finance lease interest	507	878
Impairment loss on trade receivables	10,519	20,736
Property, plant and equipment written off	3,050	71
Reversal of impairment loss on trade receivables	(5,514)	-
(Increase)/Decrease in receivables	(6,808)	6,843
Decrease in payables	(3,513)	(48,878)
Unrealised foreign exchange loss	-	2
Cash generated from operations	339,109	100,000

2 Cash and cash equivalents

	2015 £	2014 £
Net cash:		
Cash at banks and on hand	31,284	70,568
Liquid resources:		
Deposits with banks	4,924,632	4,864,201
	4,955,916	4,934,769

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

INFOSCREEN NETWORKS LTD

COMPANY STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2015

	Cash Flows Note	Year ended 30 June 2015 £	Year ended 30 June 2014 £
Cash flows from operating activities			
Cash absorbed by operations	3	(20,312)	(28,079)
Finance income received		12,137	12,402
Net cash used in operating activities		<u>(8,175)</u>	<u>(15,677)</u>
Net decrease in cash and cash equivalents		(8,175)	(15,677)
Cash and cash equivalents at the beginning of the year		2,729,968	2,745,645
Cash and cash equivalents at the end of the year	4	<u>2,721,793</u>	<u>2,729,968</u>

NOTES TO THE COMPANY STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2015

3 Reconciliation of loss before income tax to cash absorbed by operations

	2015 £	2014 £
Loss before income tax	(7,286)	(15,784)
Adjustments for:		
Finance income	(13,016)	(12,269)
Decrease in payables	(10)	(28)
Unrealised foreign exchange loss	-	2
Cash absorbed by operations	<u>(20,312)</u>	<u>(28,079)</u>

4 Cash and cash equivalents

	2015 £	2014 £
Net cash:		
Cash at banks	7,359	17,671
Liquid resources:		
Deposits with bank	2,714,434	2,712,297
	<u>2,721,793</u>	<u>2,729,968</u>

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015

1 General information

Infoscreen Networks LTD is a limited company and incorporated in the England and Wales.

The principal activities of the Group are digital narrowcasting and development of digital media content and delivery solutions.

The address of the registered office of the Company is as follows:-

Staple Court
11 Staple Inn Buildings
London
WC1V 7QH

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 2 October 2015.

2 Summary of significant accounting policies

2.1 Basis of preparation

The principal accounting policies applied in the preparation of these consolidated financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and with those parts of the Companies Act 2006 applicable to companies reporting under IFRS. IFRS comprises of standards issued by the International Accounting Standards Board (IASB) and the interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC) as adopted by the European Union (EU).

Preparation of financial statements

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 2.15.

New and amended standards adopted by the Group

There are no IFRSs or IFRIC interpretations that are effective for the first time in this financial period that would be expected to have a material impact on the Group.

New standards, amendments and interpretations issued but not effective

There are no IFRSs or IFRIC interpretations that are not yet effective that would be expected to have a material impact on the Group.

2.2 Compliance with accounting standards

The consolidated financial statements have been prepared in accordance with IFRS as adopted by the EU, IFRIC interpretations and the Companies Act 2006 applicable to companies reporting under IFRS.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

2.3 Subsidiaries and basis of consolidation

(a) Subsidiaries

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity.

In the Company's separate financial statements, investments in subsidiaries are accounted for at cost less accumulated impairment losses. On disposal of such investments, the difference between net disposal proceeds and their carrying amounts is included in profit or loss.

(b) Basis of consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries as at the reporting date. The financial statements of the subsidiaries used in the preparation of the consolidated financial statements are prepared for the same reporting date as the Company. Consistent accounting policies are applied to like transactions and events in similar circumstances.

Subsidiaries are consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

All intra-group balances, income and expenses and unrealised gains and losses resulting from intra-group transactions are eliminated in full.

Acquisition of subsidiaries are accounted for using the purchase method except for business combinations arising from common control transfers. Business combinations involving entities under common control are accounted for by applying the pooling of interest method. The assets and liabilities of the combining entities are reflected at their carrying amounts reported in the consolidated financial statements of the controlling holding company. Any difference between the consideration paid and the share capital of the 'acquired' entity is reflected within equity as merger reserve or merger deficit. Merger deficit is adjusted against suitable reserves of the entity acquired to the extent that laws or statutes do not prohibit the use of such reserves.

The statement of comprehensive income reflects the results of the combining entities for the full year, irrespective of when the combination takes place. Comparatives are presented as if the entities have always been combined since the date the entities had come under common control.

Under the purchase method of accounting, identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the date of acquisition. Adjustments to those fair values relating to previously held interests are treated as a revaluation and recognised in other comprehensive income. The cost of a business combination is measured as the aggregate of the fair values, at the date of exchange, of the assets given, liabilities incurred or assumed, and equity instruments issued, plus any costs directly attributable to the business combination.

Any excess of the cost of business combination over the Group's share in the net fair value of the acquired subsidiary's identifiable assets, liabilities and contingent liabilities is recorded as goodwill on the statement of financial position. Any excess of the Group's share in the net fair value of the acquired subsidiary's identifiable assets, liabilities and contingent liabilities over the cost of business combination is recognised as income in profit or loss on the date of acquisition. When the Group acquires a business, embedded derivatives separated from the host contract by the acquire are reassessed on acquisition unless the business combination results in a change in the terms of the contract that significantly modifies the cash flows that would otherwise be required under the contract.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

2.4 Revenue recognition and finance income

All revenue relates to rendering of services. Revenue comprises the fair value of the consideration received or receivable for the sale of services in the ordinary course of the Group's activities. Revenue is shown net of value-added tax (or overseas equivalents) and trade discounts.

The Group recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and when specific criteria have been met for each of the Group's activities as described below:

(a) Digital narrowcasting

The Group sells advertising services to customers. These services are provided on a fixed-price contract, and the terms generally ranging from 1 to 12 months. Revenue is recognised in the period the services are provided, using a straight-line basis over the term of the contract.

On occasions, revenue for advertising services is invoiced in advance. In such cases revenue is deferred and subsequently recognised in accordance with the criteria set above.

(b) Development of digital media content

The Group produces and creates media content for customers. For small scale projects, contract terms generally ranging from 1 to 30 days. For larger scale projects, contract terms can range from 1 to 12 months. Revenue is recognised when the services are provided by reference to the stage of completion at the reporting date. The stage of completion of services and revenue recognition are determined by validating the production tracking reports generated in-house or third parties tracking tools against purchase orders or agreements signed.

(c) Digital media solutions

The Group provides digital media solutions to customers. These services are provided on a fixed-price contract, and the terms generally ranging from 1 to 10 years. Revenue is generally recognised over the period the services are provided, using a straight-line basis over the term of the contract.

(d) Digital media solutions

The Group also provides other services to customers like event management, provision of manpower/technical support and rental of audio and visual equipments. The jobs are generally short term in nature and revenue is recognised in the period the services are provided

Finance income represent interest income recognised as it accrues, taking into account the effective yield on deposits held at call with banks.

2.5 Deferred credit

Deferred credit, which included in trade and other payables, comprises deferred revenue future advertising services and other services to be rendered to customers and is recognized over the period of the relevant contracts.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

2.6 Intangible assets and amortisation

(a) Computer software

Computer software is initially measured at cost. Following initial recognition, computer software is measured at cost less accumulated depreciation and accumulated impairment losses. Computer software which forms an integral part of the related hardware is capitalised with that hardware and included within property, plant and equipment. Computer software which is not an integral part of the related hardware is capitalised as intangible assets.

Acquired computer software licences are capitalised on the basis of the costs incurred to acquire and bring to use the specific software. These costs are amortised over their estimated useful lives (3 to 5 years).

(b) Investment in programmes for future sale

Investment in programmes for future sale is stated at cost, after writing off the costs of programmes that are considered irrecoverable, less accumulated amortisation and accumulated impairment losses. Amortisation of investment in programmes for future sale is charged to profit or loss over the estimated average marketable life of the programme genre which is generally between 5 and 10 years.

The cost and accumulated amortisation of investment in programmes for future sale are reduced by programmes which are fully written off.

2.7 Property, plant and equipment

All items of property, plant and equipment are initially recorded at cost. The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably.

Subsequent to recognition, property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses. The cost of an item includes expenditure that is directly attributable to the acquisition of the item.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. When significant parts of property, plant and equipment are required to be replaced in intervals, the Group recognises such parts as individual assets with specific useful lives and depreciation, respectively. The carrying amount of the replaced part is then derecognised. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the asset as a replacement if the recognition criteria are satisfied. All other repairs and maintenance are recognised in profit or loss as incurred.

Depreciation on property, plant and equipment is computed on the straight line basis to write-down the cost of each asset to its residual value over the estimated useful lives as the following annual rates:

Computer equipment	20% - 33%
Fixtures, fittings & equipment	10% - 20%
Motor vehicles	12.5%
Office renovation	10%

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

The residual value, useful lives and depreciation method are reviewed at each reporting date, and adjusted prospectively, if appropriate, to ensure that the amount, method and period of depreciation are consistent with the expected pattern of consumption of the future economic benefits embodied in the items of property, plant and equipment.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

2.7 Property, plant and equipment (continued)

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on derecognition of the asset is recognised in profit or loss in the financial year the asset is derecognised.

2.8 Provisions

Provisions are recognised when the Group has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount can be made.

Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed. Where the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability to the present value of the expenditure expected to be required to settle the obligation. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

2.9 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, bank balances and deposits held at call with licensed banks which are subject to an insignificant risk of changes in value.

2.10 Employees' benefits

(a) Short term employee benefits

Wages, salaries, social security contributions, paid annual leave, paid sick leave, bonuses and non-monetary benefits are recognised as an expense in the financial year in which the associated services are rendered by employees.

Short term accumulating compensated absences such as paid annual leave are recognised when services are rendered by employees that increase their entitlement to future compensated absences. Short term non-accumulating compensated absences such as sick leave are recognised when the absences occur.

Bonuses are recognised when there is a present, legal or constructive obligation to make such payments, as a result of past events and when a reliable estimate can be made of the amount of the obligation.

(b) Defined contribution plan

A defined contribution plan is a pension plan under which the Group pays fixed contributions into a separate entity (the Employees Provident Fund) and will have no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all the employee benefits relating to employee service in the current and prior periods. The Group's contributions to the defined contribution plan are recognised as expenses to profit or loss in the period to which they relate. Once the contributions have been paid, the Group has no further payment obligations.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

2.11 Impairment of non-financial assets

The carrying amounts of assets, other than deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated to determine the amount of impairment loss.

An impairment loss is recognised for the amount by which the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less cost to sell and value-in-use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (CGU). Non-financial assets that suffered impairment are reviewed for possible reversal of the impairment at each reporting date.

An impairment loss is recognised to profit or loss immediately, unless the asset is carried at revalued amount. Any impairment loss of a revalued asset is treated as a revaluation decrease to the extent of previously recognised revaluation surplus for the same asset.

Any subsequent increase in the recoverable amount of an asset is treated as reversal of the previous impairment loss and is recognised to the extent of the carrying amount of the asset that would have been determined (net of amortisation and depreciation) had no impairment loss been recognised. The reversal is recognised in profit or loss immediately, unless the asset is carried at revalued amount. A reversal of an impairment loss on a revalued asset is credited directly to revaluation surplus. However, to the extent that an impairment loss on the same revalued asset was previously recognised as an expense in profit or loss, a reversal of that impairment loss is recognised as income in profit or loss.

2.12 Income tax and deferred tax

(a) Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the reporting date.

Current taxes are recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss, either in comprehensive income or directly in equity.

(b) Deferred tax

Deferred tax is provided using the liability method on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purpose.

Deferred tax liabilities are recognised for all taxable temporary differences, and deferred tax assets are recognised for all deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, carry forward of unused tax credits and unused tax losses can be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted at the reporting date.

Deferred tax assets and liabilities are off-set, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

2.13 Foreign currency translation

(a) Functional and presentation currency

Items included in the financial statements of the Group are measured using the currency of the primary economic environment in which the entity operates (the functional currency), which is mainly Malaysian Ringgit (RM). The financial statements are presented in Pounds Sterling (£), which is the Group's presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using exchange rates prevailing at the dates of the transactions (or at the average rate for the period when this is a reasonable approximation). Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

(c) Group companies

The results and financial position of all Group entities (none of which has the currency of a hyper-inflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- (i) assets and liabilities are translated at the closing rate at the date of that Statement of Financial Position;
- (ii) income and expenses are translated at average exchange rates (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the rate on the dates of the transactions); and
- (iii) all resulting exchange differences are recognised as a separate component of equity.

On consolidation, exchange differences arising from the translation of the net investment in foreign operations and of borrowings, are taken to shareholders' equity. When a foreign operation is partially disposed of or sold, exchange differences that were recorded in equity are recognised in profit or loss as part of the gain or loss on sale.

2.14 Financial instruments

(a) Financial assets

Financial assets are recognised in the statement of financial position when, and only when, the Group and the Company become a party to the contractual provisions of the financial instrument.

When financial assets are recognised initially, they are measured at fair value, plus, in the case of financial assets not at fair value through profit or loss, directly attributable transaction costs.

The Group and the Company determine the classification of financial assets upon initial recognition, and the categories include financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments and available-for-sale financial assets. As at the reporting date, the Group and the Company only have financial assets classified as loans and receivables.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

2.14 Financial instruments (continued)

(a) Financial assets (continued)

Loans and receivables

Financial assets with fixed or determinable payments that are not quoted in an active market are classified as loans and receivables.

Subsequent to initial recognition, loans and receivables are measured at amortised cost using the effective interest rate method. Gains and losses are recognised in profit or loss when the loans and receivables are derecognised or impaired, and through the amortisation process.

Loans and receivables are classified as current assets, except for those having maturity dates later than 12 months after the reporting date which are classified as non-current.

A financial asset is derecognised when the contractual right to receive cash flows from the asset has expired. On derecognition of a financial asset in its entirety, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss that had been recognised in other comprehensive income is recognised in profit or loss.

Regular way purchases or sales are purchases or sales of financial assets that require the delivery of assets within the period generally established by regulation or convention in the marketplace concerned. All regular way purchases and sales of financial assets are recognised or derecognised on the trade date, i.e. the date that the asset is delivered to or by the Company.

The Group and the Company designate trade and other receivables and cash and cash equivalents as loans and receivables.

(b) Impairment of financial assets

The Group and the Company assess at each reporting date whether there is any objective evidence that a financial asset is impaired.

Trade and other receivables and other financial assets carried at amortised cost

To determine whether there is objective evidence that an impairment loss on financial assets has been incurred, the Group and the Company consider factors such as the probability of insolvency or significant financial difficulties of the debtor and default or significant delay in payments. For certain categories of financial assets, such as trade receivables, receivables that are assessed not to be impaired individually are subsequently assessed for impairment on a collective basis based on similar risk characteristics. Objective evidence of impairment for a portfolio of receivables could include the Group's and the Company's past experience of collecting payments, an increase in the number of delayed payments in the portfolio past the average credit period and observable changes in national or local economic conditions that correlate with default on receivables.

If any such evidence exists, the amount of impairment loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. The impairment loss is recognised in profit or loss.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of trade receivables, where the carrying amount is reduced through the use of an allowance account. When a trade receivable becomes uncollectible, it is written off against the allowance account.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

2.14 Financial instruments (continued)

(b) Impairment of financial assets (continued)

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed to the extent that the carrying amount of the asset does not exceed its amortised cost at the reversal date. The amount of reversal is recognised in profit or loss.

(c) Financial liabilities

Financial liabilities are classified according to the substance of the contractual arrangement entered into and the definitions of a financial liability.

Financial liabilities are recognised in the statement of financial position when, and only when, the Group and the Company become a party to the contractual provisions of the financial instrument. Financial liabilities are classified as either financial liabilities at fair value through profit or loss or other financial liabilities. As at the reporting date, the Group and the Company only have other financial liabilities which are carried at amortised cost.

Other financial liabilities

The Group's and the Company's other financial liabilities include trade and other payables, and finance lease liabilities. Other financial liabilities are non-derivative financial liabilities.

Other financial liabilities are initially measured at fair value plus directly attributable transaction costs and subsequently measured at amortised cost using the effective interest rate method.

Finance lease liabilities are initially measured at fair value and subsequently measured at amortised cost using the effective interest rate method. Any difference between the proceeds (net of transaction costs) and the settlement or redemption of finance lease liabilities is recognised in profit and loss over the period of the finance lease liabilities using the effective interest rate method. Finance lease liabilities costs are recognised in profit or loss as expense in the period in which they are incurred. Finance lease liabilities costs consist of interest that the Group and the Company incurred in connection with the finance lease liabilities of funds.

For other financial liabilities, gains and losses are recognised in profit or loss when the liabilities are derecognised, and through the amortisation process.

A financial liability is derecognised when the obligation under the liability is extinguished. When an existing financial liability is replaced by another instrument the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in profit or loss.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

2.15 Significant accounting estimates and judgments

Estimates and judgments are continually evaluated and are based on past experience, reasonable expectations of future events and other factors.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting date are discussed below:

(a) Useful lives of property, plant and equipment and intangible assets

The cost of property, plant and equipment and intangible assets are depreciated on a straight-line basis over the assets' estimated economic useful lives. The useful lives and annual depreciation rates of these assets are disclosed in Note 2.7. Changes in the expected level of usage and technological developments could potentially impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised. The carrying amounts of the Group's and of the Company's property, plant and equipment and intangible assets at the reporting date are disclosed in Note 7 and Note 8 respectively.

(b) Impairment of loans and receivables

The Group and the Company assess at the each reporting date whether there is objective evidence that a financial asset is impaired. To determine whether there is objective evidence of impairment, the Group and the Company consider factors such as the probability of insolvency or significant financial difficulties of the debtor and default or significant reduction in collection rates.

Where there is objective evidence of impairment, the amount and timing of future cash flows are estimated based on historical loss experience for assets with similar credit risk characteristics. The carrying amounts of the Group's and of the Company's loans and receivables at the reporting date are disclosed in Note 10.

(c) Income taxes

Judgment is involved in determining the provision for income taxes. There are certain transactions and computations for which the ultimate tax determination is uncertain during the ordinary course of business. The Group and the Company recognise liabilities for tax matters based on estimates of whether additional taxes will be due. If the final outcome of these tax matters result in a difference in the amounts initially recognised, such differences will impact the current and deferred tax assets and liabilities in the period in which such determination is made.

(d) Impairment of property, plant and equipment and intangible assets

The Group reviews its property, plant and equipment and intangible assets at each reporting date to determine if there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated to determine the amount of impairment loss. The Company carries out the impairment test based on variety of estimation including the value-in-use of the cash-generating units ("CGU") to which the property, plant and equipment and intangible assets are allocated to. Estimating the value-in-use requires the Company to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

2.15 Significant accounting estimates and judgments (continued)

(e) Deferred tax assets

Deferred tax assets are recognised for all unabsorbed tax losses, unutilised capital allowances and other deductible temporary differences to the extent that it is probable that future taxable profit will be available against which losses, capital allowances and other deductible temporary differences can be utilised. Significant management judgment is required to determine the amount of deferred tax asset that can be recognised, based upon the likely timing and level of future taxable profits together with future tax planning strategies. The carrying amount of the Group's deferred tax assets at the reporting date is disclosed in Note 14.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

3 Revenue

In the opinion of the Directors, the Group's core activities comprise two material revenue streams.

These are as follows:

- Provision of digital narrowcasting
- Provision of digital media solutions and related services

The profiles of the risks, rewards and internal reporting structures within the Group are such that these revenue streams are not distinct operating segments and the Group's core activities represent one business segment.

All activities were conducted within Malaysia and it is the opinion of the Directors that this represents one geographical segment.

Income for the two revenue streams is as follows:

	2015 £	2014 £
Digital narrowcasting	884,695	789,998
Digital media solutions and related services	476,740	456,973
	<u>1,361,435</u>	<u>1,246,971</u>

Revenue of approximately £481,823 (2014: £443,177) is derived from transactions with customers located in Malaysia, whose turnover with the Group exceeds 10 per cent or more of total revenue.

4 Operating profit

	2015 £	2014 £
Operating profit is derived after charging/(crediting):		
Auditors' remuneration		
- Current (Company 2015: £15,700, 2014: £15,700)	16,987	16,720
Amortisation of intangible assets	3,163	3,211
Depreciation of property, plant and equipment	74,179	74,755
Directors' fees (Note 19 and 22(b))	20,956	21,523
Impairment loss on trade receivables	10,519	20,736
(Gain)/Loss on foreign exchange transactions		
- realised	(20)	(30)
- unrealised	-	2
Property, plant and equipment written off	3,050	71
Rental of premises	35,037	30,938
Reversal of impairment loss on trade receivables	(5,514)	-
	<u></u>	<u></u>

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

4. Operating profit (continued)

The analysis of administrative expenses in the Consolidated Statement of Comprehensive Income by nature of expense:

	2015 £	2014 £
Employment costs	339,836	297,926
Depreciation and amortisation	77,342	77,966
Professional fees	14,173	5,596
Rental of premises	35,037	30,938
Travelling and entertaining	7,738	6,116
Other expenses	66,624	66,679
	<u>540,750</u>	<u>485,221</u>

5 Income tax expense

	2015 £	2014 £
Foreign current year tax		
Foreign corporation tax		
- Income tax on profit for the year (2015: 20.75%; 2014: 22.5%)	108,248	50,347
- Over-provision in prior year	(5,197)	(11)
	<u>103,051</u>	<u>50,336</u>
Deferred tax (Note 14)		
- Origination and reversal of temporary differences	(8,007)	(9,497)
- Relating to reduction in Malaysian income tax rate	(1,266)	-
- Under-provision in prior year	73	385
	<u>93,851</u>	<u>41,224</u>
Factors affecting the tax charge for the year		
Profit before income tax	<u>358,184</u>	<u>119,361</u>
Profit before income tax multiplied by standard rate of UK corporation tax of 20.75% (2014: 22.5%)	<u>74,323</u>	<u>26,857</u>
Tax effects of:		
Expenses not deductible for tax purposes	8,873	8,212
Foreign tax adjustments	15,533	3,378
Relating to reduction in Malaysian income tax rate	(1,266)	-
(Over)/Under-provision in prior year (net)	(5,124)	374
Deferred tax assets not recognised in respect of current year's tax losses	1,512	2,403
	<u>19,528</u>	<u>14,367</u>
	<u>93,851</u>	<u>41,224</u>

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

6 Loss for the year

As permitted by section 408 of the Companies Act 2006, the Statement of Comprehensive Loss of the Company is not presented as part of these financial statements. The loss for the year is made up as follows:

	2015 £	2014 £
Company's loss for the year	<u>(7,286)</u>	<u>(15,784)</u>

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

7 Property, plant and equipment Group

	Computer equipment £	Fixtures fittings and equipment £	Motor vehicles £	Office renovation £	Total £
Cost					
At 1 July 2014	331,667	40,588	24,649	1,690	398,594
Additions	62,696	7,065	-	-	69,761
Written off	(5,587)	(40)	-	-	(5,627)
Exchange differences	(31,970)	(3,915)	(2,010)	(138)	(38,033)
At 30 June 2015	356,806	43,698	22,639	1,552	424,695
Accumulated depreciation					
At 1 July 2014	138,280	27,636	875	758	167,549
Depreciation charge for the year	66,302	6,265	1,442	170	74,179
Written off	(2,543)	(34)	-	-	(2,577)
Exchange difference	(16,769)	(2,791)	(196)	(76)	(19,832)
At 30 June 2015	185,270	31,076	2,121	852	219,319
Net carrying amount					
At 30 June 2015	171,536	12,622	20,518	700	205,376
Cost					
At 1 July 2013	367,075	38,795	27,765	1,904	435,539
Additions	6,968	6,386	-	-	13,354
Written off	(999)	(42)	-	-	(1,041)
Exchange differences	(41,377)	(4,551)	(3,116)	(214)	(49,258)
At 30 June 2014	331,667	40,588	24,649	1,690	398,594
Accumulated depreciation					
At 1 July 2013	82,518	24,910	115	664	108,207
Depreciation charge for the year	68,053	5,731	797	174	74,755
Written off	(938)	(32)	-	-	(970)
Exchange difference	(11,353)	(2,973)	(37)	(80)	(14,443)
At 30 June 2014	138,280	27,636	875	758	167,549
Net carrying amount					
At 30 June 2014	193,387	12,952	23,774	932	231,045

These tangible assets are all located in Malaysia.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

8 Intangible assets Group

	Computer software £	Investment in programmes for future sale £	Total £
Cost			
At 1 July 2014	16,505	92,450	108,955
Additions	329	-	329
Exchange differences	(1,374)	-	(1,374)
At 30 June 2015	15,460	92,450	107,910
Accumulated amortisation and impairment losses			
At 1 July 2014			
Accumulated amortisation	12,551	46,225	58,776
Accumulated impairment losses	-	46,225	46,225
	12,551	92,450	105,001
Amortisation charge for the year	3,163	-	3,163
Exchange differences	(1,296)	-	(1,296)
At 30 June 2015	14,418	92,450	106,868
Analysed as:			
Accumulated amortisation	14,418	46,225	60,643
Accumulated impairment losses	-	46,225	46,225
	14,418	92,450	106,868
Net carrying amount			
At 30 June 2015	1,042	-	1,042

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

8 Intangible assets (continued) Group

	Computer software £	Investment in programmes for future sale £	Total £
Cost			
At 1 July 2013	18,417	92,450	110,867
Additions	159	-	159
Exchange differences	(2,071)	-	(2,071)
At 30 June 2014	16,505	92,450	108,955
Accumulated amortisation and impairment losses			
At 1 July 2013			
Accumulated amortisation	10,633	46,225	56,858
Accumulated impairment losses	-	46,225	46,225
	10,633	92,450	103,083
Amortisation charge for the year	3,211	-	3,211
Exchange differences	(1,293)	-	(1,293)
At 30 June 2014	12,551	92,450	105,001
Analysed as:			
Accumulated amortisation	12,551	46,225	58,776
Accumulated impairment losses	-	46,225	46,225
	12,551	92,450	105,001
Net carrying amount			
At 30 June 2014	3,954	-	3,954

These intangible assets are all located in Malaysia with the exception of investment in programmes for future sale.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

8 Intangible assets (continued) Company

	Investment in programmes for future sale £	Total £
Cost		
At 1 July 2014 and 30 June 2015	92,450	92,450
Accumulated amortisation and impairment losses		
At 1 July 2014		
Accumulated amortisation	46,225	46,225
Accumulated impairment losses	46,225	46,225
At 30 June 2015	92,450	92,450
Net carrying amount		
At 1 July 2014 and 30 June 2015	-	-
Cost		
At 1 July 2013 and 30 June 2014	92,450	92,450
Accumulated amortisation and impairment losses		
At 1 July 2013		
Accumulated amortisation	46,225	46,225
Accumulated impairment losses	46,225	46,225
At 30 June 2014	92,450	92,450
Net carrying amount		
At 1 July 2013 and 30 June 2014	-	-

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

9 Investment in a subsidiary

Company	Shares in Group Undertaking £
Cost	
At 1 July 2014 and 30 June 2015	57,181

In the opinion of the Directors, the aggregate value of the Company's investment in its subsidiary undertaking is not less than the amount included in the Statement of Financial Position.

Holding of more than 20%

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

Company	Country of registration or incorporation	Shares held Class	%
Subsidiary undertaking			
YTL Info Screen Sdn. Bhd.	Malaysia	Ordinary	100

The principal activity of this undertaking for the last relevant year was as follows:

	Principal activity
YTL Info Screen Sdn. Bhd.	Digital narrowcasting and digital media content development and delivery solutions

As at 30 June 2015 the aggregate capital and reserves of YTL Info Screen Sdn. Bhd. were £2,471,817 (2014: £2,421,053) and its profit for the year was £271,619 (2014: £93,921).

10 Trade and other receivables

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Trade receivables				
Third parties	150,042	114,002	-	-
Amount due from penultimate holding company	52,976	58,165	-	-
Amount due from related companies	190,603	264,286	-	-
	<u>393,621</u>	<u>436,453</u>	<u>-</u>	<u>-</u>
Less: Allowance for impairment	(23,025)	(20,089)	-	-
Trade receivables, net	370,596	416,364	-	-
Other receivables				
Prepayments and accrued income	36,522	23,642	1,777	898
Total loans and receivables	<u>407,118</u>	<u>440,006</u>	<u>1,777</u>	<u>898</u>

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

10 Trade and other receivables (continued)

Ageing analysis of net trade receivables

The ageing analysis of the Group's net trade receivables is as follows:

	Group	
	2015 £	2014 £
Neither past due nor impaired	261,563	341,530
1 to 30 days past due not impaired	30,716	34,466
31 to 60 days past due not impaired	13,215	-
Above 61 days past due not impaired	65,102	40,368
	<u>370,596</u>	<u>416,364</u>

- (a) Trade receivables that were neither past due nor impaired are creditworthy customers with good payment records with the Group.
- (b) Trade receivables that were past due but not impaired mainly to customers who have never defaulted on payments but are slow paymasters hence, are periodically monitored.
- (c) Trade receivables that are individually determined to be impaired at the reporting date relate to receivables that are in significant financial difficulties and have defaulted on payments. These receivables are not secured by any collateral or credit enhancements.

For detailed analysis of credit risks refer to Note 20 (c).

Movement in allowance accounts:

	Group	
	2015 £	2014 £
At 1 July	20,089	-
Charge for the year	10,519	20,736
Reversal of impairment loss	(5,514)	-
Exchange differences	(2,069)	(647)
At 30 June	<u>23,025</u>	<u>20,089</u>

The carrying amount of trade and other receivables approximates to its fair value.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

11 Cash and cash equivalents

Cash and cash equivalents consist of cash on hand, bank balances and deposits held at call with banks. Cash and cash equivalents at the reporting date as shown in the Statement of Cash Flows can be reconciled to the related items in the Statement of Financial Position as follows:

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Cash on hand and bank balances	31,284	70,568	7,359	17,671
Deposits with banks	4,924,632	4,864,201	2,714,434	2,712,297
	<u>4,955,916</u>	<u>4,934,769</u>	<u>2,721,793</u>	<u>2,729,968</u>

The weighted average effective interest rates and the range of remaining maturities of deposits with banks as at the reporting date are as follows:

	Group		Company	
	2015	2014	2015	2014
Interest rate (%)	1.85	3.77	0.49	0.47
Maturities (days)	7 to 70	4 to 63	70	63

The carrying amount of cash and cash equivalents approximates to its fair value.

12 Share capital

	2015	2014
	£	£
Authorised		
1,000,000,000 Ordinary shares of 1p each	<u>10,000,000</u>	<u>10,000,000</u>
Allotted, called up and fully paid		
300,000,000 Ordinary shares of 1p each	<u>3,000,000</u>	<u>3,000,000</u>

The ordinary shares have attached to them full voting, dividend and capital distribution (including on winding up) rights; they do not confer any rights of redemption.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

13 Statement of movements in reserves Group

	Capital reserve £	Translation reserve £	Retained earnings £
At 1 July 2014	1,484	189,954	1,944,771
Profit for the year	-	-	264,333
Currency translation differences	-	(220,855)	-
At 30 June 2015	<u>1,484</u>	<u>(30,901)</u>	<u>2,209,104</u>

Company	Accumulated losses £
At 1 July 2014	(227,663)
Loss for the year	(7,286)
At 30 June 2015	<u>(234,949)</u>

14 Deferred tax liabilities

Group

The analysis of deferred tax assets and liabilities is as follows:

	2015 £	2014 £
Deferred tax assets		
- others	(740)	(3,730)
Deferred tax liabilities		
- property, plant and equipment	28,398	43,102
- others	107	12
Deferred tax liabilities (net)	<u>27,765</u>	<u>39,384</u>

The gross movement on the deferred tax account is as follows:

	2015 £	2014 £
At 1 July	39,384	54,306
Recognised in Statement of Comprehensive Income (Note 5)	(9,199)	(9,112)
Exchange differences	(2,420)	(5,810)
At 30 June	<u>27,765</u>	<u>39,384</u>

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

14 Deferred tax liabilities (continued)

The movement in deferred tax liabilities and assets during the year, without taking into consideration the offsetting of balances within the same tax jurisdiction, is as follows:

	Deferred credit £	Property, plant and equipment £	Others £
At 1 July 2014	-	43,102	(3,718)
Charge in Statement of Comprehensive Income	-	(12,243)	3,044
Exchange differences	-	(2,461)	41
	<u>-</u>	<u>(12,702)</u>	<u>3,085</u>
At 30 June 2015	-	28,398	(633)
At 1 July 2013	(2,125)	66,557	(10,126)
Charge in Statement of Comprehensive Income	1,947	(16,500)	5,441
Exchange differences	178	(6,955)	967
	<u>178</u>	<u>(23,455)</u>	<u>6,408</u>
At 30 June 2014	-	43,102	(3,718)

The Group did not recognise deferred tax assets of £40,782 (2014: £42,582) in respect of losses amounting to £196,538 (2014: £189,252) that can be carried forward against future taxable income.

At the reporting date, there are no aggregate temporary differences associated with undistributed earnings of subsidiary as UK tax legislation largely exempts dividends from UK tax. The Directors believe that all dividends to be paid by the Company's subsidiary will meet the criteria for exemption from UK tax.

15 Finance lease liabilities

	2015 £	2014 £
Future minimum lease payments :-		
Repayable not later than 1 year	6,656	7,913
Repayable later than 1 year and not later than 2 years	-	7,247
Less: Financing charges	(145)	(663)
	<u>6,511</u>	<u>14,497</u>
Present value of minimum lease payments	6,511	14,497
Represented by :-		
Current liabilities	6,511	7,408
Non-current liabilities	-	7,089
	<u>6,511</u>	<u>14,497</u>

The finance lease liabilities carried interest rate of 2.41% (2014: 2.41%) per annum at the reporting date.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

16 Trade and other payables

	Group		Company	
	2015 £	2014 £	2015 £	2014 £
Trade payables	26,393	57,376	-	-
Amount due to holding company	4,974	6,515	-	10
Amount due to related companies	2,073	8	-	-
Other payables	36,114	28,617	-	-
Accruals and deferred credit	300,658	308,517	15,700	15,700
	<u>370,212</u>	<u>401,033</u>	<u>15,700</u>	<u>15,710</u>

Included in the Group's other payables are post-employment defined contribution pension plan obligations of £8,032 (2014: £4,413).

Trade payables and accruals principally comprise amounts outstanding for trade purchases and on-going expenses. The carrying amount of trade and other payables approximates to its fair value.

17 Provision

	2015 £	2014 £
At 1 July	6,782	24,505
Utilised during the financial year	(4,177)	(15,455)
Exchange differences	(193)	(2,268)
	<u>2,412</u>	<u>6,782</u>

Onerous Contract

Provision for onerous contract is made in respect of management's best estimate on the costs necessary to be incurred in meeting the obligations under an agreement. The estimated amount is determined after taking into consideration of the expected timing to fulfill the obligations, and the amount to be incurred.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

18 Employees

Number of employees

The average monthly number of employees during the year was:

	Group		Company	
	2015 Number	2014 Number	2015 Number	2014 Number
Management	4	4	4	4
Sales personnel	3	3	-	-
Web, multimedia and other operations personnel	23	22	-	-
	<u>30</u>	<u>29</u>	<u>4</u>	<u>4</u>

Group employment costs for the year (excluding Directors)

	2015 £	2014 £
Wages, salaries and bonuses	299,014	261,604
Social security costs	2,542	2,409
Defined contribution plan expenses	35,892	32,710
Others	2,388	1,203
	<u>339,836</u>	<u>297,926</u>

19 Directors' fees

The fees of Directors during the year were as follows:

	2015		2014	
	Directors' Fees £	Consultancy Fees £	Directors' Fees £	Consultancy Fees £
Executive Director				
- Amarjit Singh Chhina	-	-	-	-
- Patrick Wai Yen Chew	-	20,956	-	21,523
Non-executive Directors				
- John Simon Hugh Crane	-	-	-	-
- Lee Milton Montgomery	-	-	-	-
	<u>-</u>	<u>20,956</u>	<u>-</u>	<u>21,523</u>

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

20 Financial risk and Capital management

Financial risk management

The Group's and the Company's operations are subject to a variety of financial risks, including interest rate risk, foreign currency risk, credit risk, and liquidity risk.

The Group's and the Company's financial risk management policy seeks to ensure that adequate resources are available for the development of the Group's business whilst managing the above risks.

The Board of Directors reviews and agrees policies and procedures for managing each of these risks and they are summarised below.

(a) Interest rate risk

Interest rate is the risk that the fair value or future cash flows of the Group's and of the Company's will fluctuate because of changes in market interest rates.

The Group's and the Company's exposure to interest rate risk arises mainly from their deposits placed with banks. These deposits are mainly short term in nature and they are not held for speculative purposes but have been mostly placed in fixed deposits which yield better returns than cash at bank.

The Group's and the Company's policy is to obtain the most favourable interest rate available.

The information on maturity dates and effective interest rates of deposits with banks is disclosed in Note 11.

Sensitivity analysis for interest rate risk

As the influence of interest rate changes on profit or loss is insignificant, no sensitivity analysis has been conducted in the reporting year.

(b) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Group and the Company have minimal transactional currency exposures in respect of its sales or purchases that are denominated in a currency other than the respective functional currencies of Group entities, primarily in £ and RM. The Group and the Company do not consider it necessary to enter into foreign exchange contracts in managing its foreign exchange risk given the nature of the business for the time being.

The Group is also exposed to currency translation risk arising from its net investment in Malaysia which is denominated in RM. This net investment is not hedged as the currency position in RM is considered to be long-term in nature.

Sensitivity analysis for foreign currency risk

As the influence of foreign exchange rates changes on profit or loss is insignificant, no sensitivity analysis has been conducted in the reporting year.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

20 Financial risk and Capital management (continued)

Financial risk management (continued)

(c) Credit risk

Credit risk is the risk of loss that may arise on outstanding financial instruments should a counterparty default on its obligations.

The Group's and the Company's exposure to credit risk arises primarily from trade and other receivables. For other financial assets (including cash and cash equivalents) the Group and the Company minimise credit risk by dealing with high credit rating counterparties.

The Group's and the Company's objective is to seek continual revenue growth while minimising losses incurred due to increased credit risk exposure. The Group and the Company trade only with recognised and creditworthy third parties. It is the Group's and Company's policy that all customers who wish to trade on credit terms is subject to credit verification procedures. In addition, receivable balances are monitored on an ongoing basis with the result that the Group's and the Company's exposure to bad debts is not significant.

Exposure of credit risk

At the reporting date, the Group's and the Company's maximum exposure to credit risk is represented by the carrying amount of each class of financial assets recognised in the statements of financial position.

Credit risk concentration profile

The Group determines concentrations of credit risk by monitoring the country and industry sector profile of its trade receivables on an ongoing basis. The credit risk concentration profile of the Group's trade receivables at the reporting date are as follows:

	Group			
	2015		2014	
	£	% of total	£	% of total
<u>By country:</u>				
Malaysia	370,956	100	416,364	100
<u>By industry sectors:</u>				
Telecommunication	140,991	38	175,967	42
Advertising agency	99,772	27	79,430	19
Multi-industry conglomerates	52,976	14	58,165	14
Hotel	42,727	12	72,222	18
Others	34,130	9	30,580	7
	<u>370,956</u>		<u>416,364</u>	

At the reporting date, approximately:

- 38% (2014: 42%) of the Group's trade receivables were due from 1 major customer who is in the telecommunication sector in Malaysia.
- 66% (2014: 77%) of the Group's trade receivables were due from related parties.

Financial assets that are neither past due nor impaired

Trade and other receivables that are neither past due nor impaired are credit worthy debtors with good payment record with the Group. Cash and cash equivalents that are neither past due nor impaired are placed with or entered into with reputable financial institutions or companies with high credit ratings and no history of default.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

20 Financial risk and Capital management (continued)

Financial risk management (continued)

(c) Credit risk (continued)

Financial assets that are either past due or impaired

Information regarding financial assets that are either past due or impaired is disclosed in Note 10.

(d) Liquidity risk

Liquidity risk is the risk that the Group or the Company will encounter difficulty in meeting financial obligations due to shortage of funds. The Group's and the Company's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and liabilities.

The Group's and the Company's objective is to maintain a balance between continuity of funding and flexibility through the use of stand-by credit facilities.

Analysis of financial instruments by remaining contractual maturities

The table below summarises the maturity profile of the Group's and the Company's liabilities at the reporting date based on contractual undiscounted repayment obligations.

	On demand or within one year £	More than one year £	Total £
2015			
Group			
<u>Financial liabilities:</u>			
Trade and other payables	370,212	-	370,212
Finance lease liabilities	6,511	-	6,511
	<u>376,723</u>	<u>-</u>	<u>376,723</u>
2014			
Group			
<u>Financial liabilities:</u>			
Trade and other payables	401,033	-	401,033
Finance lease liabilities	7,408	7,089	14,497
	<u>408,441</u>	<u>7,089</u>	<u>415,530</u>
2015			
Company			
<u>Financial liabilities:</u>			
Trade and other payables	15,700	-	15,700
	<u>15,700</u>	<u>-</u>	<u>15,700</u>
2014			
Company			
<u>Financial liabilities:</u>			
Trade and other payables	15,710	-	15,710
	<u>15,710</u>	<u>-</u>	<u>15,710</u>

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

20 Financial risk and Capital management (continued)

Capital Management

The primary objective of the Group's capital management is to ensure that it maintains a healthy capital ratio in order to support its business and maximise its shareholders value.

The Group manages its capital structure and makes adjustments to it, in the light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. No changes were made in the objectives, policies or processes during the financial year.

The Group monitors capital using return on equity, which is profit for the year as percentage of equity.

At the reporting date, the ratios were as follows:

	2015 %	Group 2014 %
Return on equity (ROE)	5.05	1.52

21 Parent undertakings

The parent undertaking of the smallest group for which group accounts are drawn up and of which the company is a member is YTL e-Solutions Berhad, a company incorporated and registered in Malaysia. Group accounts are available at its registered office at 11th Floor, Yeoh Tiong Lay Plaza, 55 Jalan Bukit Bintang, 55100 Kuala Lumpur, Malaysia or its website www.ytlesolutions.com.

The parent undertaking of the largest group for which group accounts are drawn up and of which the company is a member is YTL Corporation Berhad, a company incorporated and registered in Malaysia. Group accounts are available at its registered office at 11th Floor, Yeoh Tiong Lay Plaza, 55 Jalan Bukit Bintang, 55100 Kuala Lumpur, Malaysia or its website www.ytl.com.my.

22 Related party transactions

The immediate parent and penultimate controlling party respectively of the Group are YTL e-Solutions Berhad and YTL Corporation Berhad.

Transactions between the Company and its subsidiary, which is a related party of the Company, have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Group and other related parties are disclosed below:

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

22 Related party transactions (continued)

(a) Significant trading transactions

The significant related party transactions described below and disclosed elsewhere in the financial statements have been entered into in the normal course of business:-

	Sales of advertising and/ or other services		Amount due from related parties	
	2015 £	2014 £	2015 £	2014 £
YTL Corporation Berhad	68,531	60,037	52,976	58,165
Subsidiaries of YTL Corporation Berhad	303,812	413,980	190,603	264,286
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	Purchase of services		Amount due to related parties	
	2015 £	2014 £	2015 £	2014 £
Subsidiaries of YTL Corporation Berhad	27,183	28,320	2,073	8
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	Rental of premises		Amount due to related parties	
	2015 £	2014 £	2015 £	2014 £
YTL e-Solutions Berhad	35,037	30,938	4,974	6,515
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received. No expenses have been recognized in the period for bad or doubtful debts in respect of the amounts due to related parties.

(b) Directors' transactions

During the year, YTL Info Screen Sdn. Bhd. paid/payable Mr. Patrick Wai Yen Chew £20,956 (2014: £21,523) for his creative and consultancy services rendered to YTL Info Screen Sdn. Bhd..

The Executive Directors are not entitled to any other forms of remuneration from the Company, other than as disclosed above.

The above transactions with related parties were conducted at arm's length.

(c) Key management personnel compensation

The key management personnel compensation during the year was in respect of the Directors' fees of the Group and the Company as stated in Note 19.

INFOSCREEN NETWORKS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2015 (CONTINUED)

23 Other Commitments

	2015 £	Group 2014 £
Contracted media rights fees payable:-		
Not later than 1 year	-	169,917

24 Contingent liabilities

The Group and the Company have no contingent liabilities in respect of legal claims arising from the ordinary course of business.

25 Capital commitments

There was no capital expenditure contracted for at the reporting date but not yet incurred.

26 Events after the reporting date

There were no events after the reporting date that require to be disclosed.