

Registered number: 06154167

# **ITRADENETWORK LIMITED**

## **ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2015**

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## ITRADENETWORK LIMITED

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**ITRADENETWORK LIMITED**

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**COMPANY INFORMATION**

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**DIRECTORS**

P J Soni  
D B Liner  
J R Humphrey

**COMPANY SECRETARY**

John Bignall

**REGISTERED NUMBER**

06154167

**REGISTERED OFFICE**

Coombe Farm  
Coombe Lane  
Naphill  
High Wycombe  
Bucks  
HP14 4QR

**INDEPENDENT AUDITORS**

PricewaterhouseCoopers LLP  
19 Cornwall Street  
Birmingham  
B3 2DT

**BANKERS**

HSBC Bank PLC  
Floor 6  
Metropolitan House  
321 Avebury Boulevard  
Milton Keynes  
MK9 2NW

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## ITRADENETWORK LIMITED

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### DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2015

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The directors present their report and the financial statements for the year ended 31 December 2015.

#### PRINCIPAL ACTIVITY

The principal activity of the Company during the year was the provision of e-procurement services to the food and hospitality industry.

#### GOING CONCERN

The financial statements have been prepared on a going concern basis. Management routinely plan future activities including forecasting future cash flows. Management have reviewed their plan with the directors and have collectively formed a judgement that the Company has adequate resources to continue as a going concern for at least 12 months from the date of signing of these financial statements. In arriving at this judgement the directors have reviewed cash flow projections of the company in light of the trading and financial uncertainties in the current economic climate and have considered existing commitments together with the financial resources available to the Company and its wider group. The directors have also received confirmation from its ultimate parent company, Roper Technologies Inc., that it will continue to provide financial support as required to enable the Company to meet its obligations as and when they fall due.

#### RESULTS AND DIVIDENDS

The loss for the year, after taxation, amounted to £993,556 (2014 - loss £667,962).

The directors do not propose the payment of a dividend (2014: £nil).

#### DIRECTORS

The directors who served during the year were:

P. J. Soni  
D B Liner  
J R Humphrey

#### MATTERS COVERED IN THE STRATEGIC REPORT

Financial risk management objectives relating to the management of liquidity and credit risk and future developments are included in the Strategic Report on pages 4 and 5 of the financial statements.

#### DISCLOSURE OF INFORMATION TO AUDITORS

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

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

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**ITRADENETWORK LIMITED**

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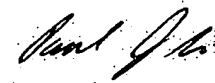
**DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2015**

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**AUDITORS**

The auditors, PricewaterhouseCoopers LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board on *27.9.2016* and signed on its behalf.



**P J Soni**  
Director

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## ITRADENETWORK LIMITED

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### STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2015

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#### BUSINESS REVIEW

The Company has continued to consolidate its position as a provider of ecommerce technologies to the Drinks and Hospitality sectors. The management team has been significantly strengthened during the period and a considerable amount of effort has been spent on updating and improving the product portfolio. The Company's StoreFront platform has been serving one of the largest hospitality companies in the United Kingdom and has also received a number of orders from key customers for enhancements to existing deployments. With the new management structure in place the Company is now in a strong position to actively seek to increase its customer base within the expanded product portfolio.

#### PRINCIPAL RISKS AND UNCERTAINTIES

The principal risk to the Company's future business expansion plans is the impact the uncertainty regarding the sustainability of the economic upturn may have on the decisions of current and potential customers to proceed with expenditure on system upgrades and new implementations.

#### FINANCIAL RISK MANAGEMENT OBJECTIVES

The Company uses various financial instruments. These include amounts owed to parent companies, cash and other items, such as trade debtors and trade creditors that arise directly from its operations. The main purpose of these financial instruments is to raise finance for the Company's operations.

The existence of these financial instruments exposes the Company to a number of financial risks which are described in more detail below.

The main risks arising from the Company's financial instruments are liquidity, credit and market risks. The directors review and agree policies for managing each of these risks and they are summarised below. These policies have remained unchanged from previous years.

##### Liquidity risk

The Company seeks to manage financial risk by ensuring sufficient liquidity is available to meet foreseeable needs and to invest cash safely.

##### Credit risk

The Company's principal financial assets are cash and trade debtors. The credit risk associated with the cash is managed by the Company monitoring the financial position of the counterparties involved. The principal credit risk arises from its trade debtors and to manage this risk the directors monitor the financial position of the trade debtors, their payment history and third party references.

##### Market risk

The contract with Bidvest (3663), a major customer of the Company, terminates in August 2017 and should the expansion in the retail and food service markets not materialise at the expected rate, the Company will depend upon its parent for financial support.

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## ITRADENETWORK LIMITED

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### STRATEGIC REPORT (continued) FOR THE YEAR ENDED 31 DECEMBER 2015

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#### FINANCIAL KEY PERFORMANCE INDICATORS

Turnover fell by £236,557 (5.64%) between 2014 and 2015. This was due primarily to scheduled reduction of contract rates of a principal customer totalling £419,072. This was partially offset by additional revenue received from new customers.

The operating loss increased by £316,025 resulting in an operating loss for the year of £1,117,526. The increase in the loss compared to the previous year was due to the fall in turnover together with a slight increase in the costs for the year.

#### FUTURE DEVELOPMENTS

The Company will continue to focus on its core revenue target sectors of hospitality and food retail. Early growth into continental Europe and the introduction of the US parent company's Retail Supply Chain Management applications have been achieved and this will continue to be an area of expansion for the company. In addition, the core Storefront applications will continue to be expanded in functionality with an increasing use of complementary mobile technologies.

This report was approved by the board on

*27.9.2016*

and signed on its behalf:

  
P. J. Soni  
Director

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## ITRADENETWORK LIMITED

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### **DIRECTORS' RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2015**

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The directors are responsible for preparing the Strategic Report, the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards), comprising Financial Reporting Standard 102, The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland "FRS 102", and applicable law. Under company law the directors must not approve the financial statements unless satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the Company financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements;
- notify its shareholders in writing about the use of disclosure exemptions, if any, of FRS 102 used in the preparation of these financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



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## ITRADENETWORK LIMITED

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### INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ITRADENETWORK LIMITED

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#### Report on the financial statements

##### Our opinion

In our opinion, iTradeNetwork Limited's financial statements (the "financial statements"):

- give a true and fair view of the state of the Company's affairs as at 31 December 2015 and of its loss 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.

##### What we have audited

The financial statements, included within the Annual Report and Financial Statements (the "Annual Report") comprise:

- the Balance Sheet as at 31 December 2015;
- the Profit and Loss Account and Statement of Other Comprehensive Income for the year then ended;
- the Statement of Changes in Equity for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland", and applicable law (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates they have made assumptions and considered future events.

#### Opinion on other matter prescribed by the Companies Act 2006

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

#### Other matters on which we are required to report by exception

##### Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records or returns.

We have no exceptions to report arising from this responsibility.

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## ITRADENETWORK LIMITED

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### INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ITRADENETWORK LIMITED

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#### Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

#### Responsibilities for the financial statements and the audit

##### Our responsibilities and those of the directors

As explained more fully in the Directors' Responsibilities Statement set out on page 6, 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) ("ISAs (UK and Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the parent company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

##### What an audit of financial statements involves

We conducted our audit in accordance with ISAs (UK & Ireland). 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 the assessment of:

- whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of the significant accounting estimates made by the directors; and
- the overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

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.

  
Mark Skedgel (Senior statutory auditor)

for and on behalf of  
PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors

Birmingham

Date: 29 September 2016

**ITRADENETWORK LIMITED**

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2015**

	Note	2015 £	2014 £
Turnover	4	3,956,640	4,193,197
Cost of sales		<u>(3,392,080)</u>	<u>(3,132,344)</u>
<b>GROSS PROFIT</b>		<b>564,560</b>	1,060,853
Administrative expenses		<u>(1,682,086)</u>	<u>(1,862,354)</u>
<b>OPERATING LOSS</b>	5	<b>(1,117,526)</b>	(801,501)
Interest receivable and similar income	7	4,287	-
Interest payable and similar charges	8	<u>-</u>	<u>(5,352)</u>
<b>LOSS BEFORE TAX</b>		<b>(1,113,239)</b>	(806,853)
Tax on loss on ordinary activities	9	<u>119,683</u>	<u>138,891</u>
<b>LOSS FOR THE YEAR</b>		<u><b>(993,556)</b></u>	<u>(667,962)</u>

The notes on pages 14 to 27 form part of these financial statements.

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ITRADENETWORK LIMITED

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STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2015

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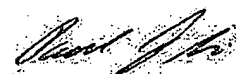
	Note	2015 £	2014 £
Loss for the financial year		(993,556)	(667,962)
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<b>(993,556)</b>	<b>(667,962)</b>

**ITRADENETWORK LIMITED**  
**REGISTERED NUMBER: 06154167**

**BALANCE SHEET**  
**AS AT 31 DECEMBER 2015**

	Note	2015 £	As restated 2014 £
<b>Fixed assets</b>			
Intangible assets	10	4,818	23,872
Tangible assets	11	84,744	162,454
		<u>89,562</u>	<u>186,326</u>
<b>Current assets</b>			
Debtors: amounts falling due within one year	12	1,440,268	1,762,264
Cash at bank and in hand		211,214	74,621
		<u>1,651,482</u>	<u>1,836,885</u>
Creditors: amounts falling due within one year	13	(1,914,935)	(1,203,546)
<b>Net current (liabilities)/assets</b>		<u>(263,453)</u>	<u>633,339</u>
<b>Total assets less current liabilities</b>		<u>(173,891)</u>	<u>819,665</u>
<b>Net (liabilities)/assets</b>		<u>(173,891)</u>	<u>819,665</u>
<b>Capital and reserves</b>			
Called up share capital	15	100	100
Profit and loss account		(173,991)	819,565
<b>Equity</b>		<u>(173,891)</u>	<u>819,665</u>

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



**P J Soni**  
Director

The notes on pages 14 to 27 form part of these financial statements.

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**ITRADENETWORK LIMITED**

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**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2015**

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	Share capital	Profit and loss account	Total equity
	£	£	£
At 1 January 2015	100	819,565	819,665
<b>Comprehensive income for the year</b>			
Loss for the year	-	(993,556)	(993,556)
<b>Total comprehensive income for the year</b>	-	(993,556)	(993,556)
<b>At 31 December 2015</b>	<b>100</b>	<b>(173,991)</b>	<b>(173,891)</b>

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ITRADENETWORK LIMITED

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STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2014

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	Share capital	Profit and loss account	Total equity
	£	£	£
At 1 January 2014	100	1,487,527	1,487,627
<b>Comprehensive income for the year</b>			
Loss for the year	-	(667,962)	(667,962)
<b>Total comprehensive income for the year</b>	-	(667,962)	(667,962)
<b>At 31 December 2014</b>	<b>100</b>	<b>819,565</b>	<b>819,665</b>

The notes on pages 14 to 27 form part of these financial statements.

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## ITRADENETWORK LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015

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#### 1. GENERAL INFORMATION

The principal activity of iTradeNetwork Limited ("the Company") continues to be the provision of e-procurement services to the food and hospitality industry.

The Company is a private company limited by shares and is incorporated and domiciled in the United Kingdom. The address of its registered office is Coombe Farm, Coombe Lane, Naphill, High Wycombe, Buckinghamshire, HP14 4QR.

#### 2. STATEMENT OF COMPLIANCE

The individual financial statements of the Company have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standard 102, "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" ("FRS 102") and the Companies Act 2006.

#### 3. ACCOUNTING POLICIES

##### 3.1 Basis of preparation of financial statements

The financial statements have been prepared on a going concern basis under the historical cost convention and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and the Companies Act 2006.

This is the first year that the Company has presented its results under FRS 102. The last financial statements prepared under UK GAAP were for the year ended 31 December 2014. The date of transition to FRS 102 was 1 January 2014. We have set out below changes in accounting policies that reconcile the loss for the financial year ended 31 December 2014 and the total equity as at 1 January 2014 and 31 December 2014 between UK GAAP as previously reported and FRS 102.

Information on the impact of first-time adoption of FRS 102 is given in note 20.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed on page 18.

##### 3.2 Going concern

The financial statements have been prepared on a going concern basis. Management routinely plan future activities including forecasting cash flows. Management have reviewed their plan with the directors and have collectively formed a judgement that the Company has adequate resources to continue as a going concern for at least 12 months from the date of signing these financial statements. In arriving at this judgement the directors have reviewed cash flow projections of the Company in light of the trading and financial uncertainties in the current economic climate and have considered existing commitments together with the financial resources available to the Company and its wider group. The directors have also received confirmation from its ultimate parent company, Roper Technologies Inc. that it will continue to provide financial support as required to enable the Company to meet its obligations as and when they fall due.



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## ITRADENETWORK LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015

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#### 3. ACCOUNTING POLICIES (continued)

##### 3.3 Turnover

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably, and;
- the costs incurred and the costs to complete the contract can be measured reliably.

##### 3.4 Intangible assets

Intangible assets are initially recognised at cost. After recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed five years.

The estimated useful lives range as follows:

Computer software	-	3 years
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##### 3.5 Tangible fixed assets

Tangible fixed assets are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Repairs and maintenance are charged to the Profit and Loss Account during the period in which they are incurred.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

The estimated useful lives range as follows:

Long-term leasehold property	-	10 years
Computer equipment	-	5 years
Fixtures and fittings	-	5 years
Office equipment	-	5 years

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2015

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**3. ACCOUNTING POLICIES (continued)**

**3.6 Pensions**

**Defined contribution pension plan**

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payments obligations.

The contributions are recognised as an expense in the Profit and Loss Account when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

**3.7 Cash flow**

The Company, being a qualified entity, that is a member of a group whose consolidated financial statements are publically available and which give a true and fair view, is exempt from the requirement to draw up a cash flow statement in accordance with FRS 102.

**3.8 Operating leases: Lessee**

- Rentals paid under operating leases are charged to the profit or loss on a straight line basis over the period of the lease.

**3.9 Current and deferred taxation**

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss Account, except that a change attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2015**

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**3. ACCOUNTING POLICIES (continued)**

**3.10 Foreign currency translation**

**Functional and presentation currency**

The company's functional and presentational currency is GBP.

**Transactions and balances**

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate 'when fair value' was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Profit and Loss Account.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Profit and Loss Account within 'finance income and costs'. All other foreign exchange gains and losses are presented in the Profit and Loss Account within 'other operating income'.

**3.11 Debtors**

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

**3.12 Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

**3.13 Exemptions**

FRS 102 allows a qualifying entity certain disclosure exemptions. Exemptions under FRS 102 paragraph 1.12 have been applied in relation to:

- the presentation of a cash flow statement
- related part transactions
- the disclosure of key management personnel compensation.

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**ITRADENETWORK LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2015**

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**CRITICAL ACCOUNTING JUDGEMENTS AND ESTIMATION UNCERTAINTY**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. These financial statements include estimates and judgements but none are deemed to be critical.

**4. ANALYSIS OF TURNOVER**

The Company's entire turnover is earned in the United Kingdom and is derived from the principal activity. Analysis of turnover by country of destination:

	2015 £	2014 £
United Kingdom	3,829,745	3,935,117
Rest of Europe	126,895	84,920
Rest of the world	-	173,160
	<u>3,956,640</u>	<u>4,193,197</u>

**5. OPERATING LOSS**

The operating loss is stated after charging:

	2015 £	2014 £
Depreciation of tangible fixed assets	78,334	167,459
Amortisation of intangible assets, including goodwill	19,054	66,432
Bad debt charge/(credit)	13,996	(5,251)
Fees payable to the Company's auditor and its associates for the audit of the company's annual financial statements	35,585	27,500
Exchange differences	12,435	4,955
Other operating lease rentals	117,285	127,235
Defined contribution pension cost	232,318	217,395

During the year, no director received any emoluments (2014 - £NIL).

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ITRADENETWORK LIMITED

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NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2015

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6. EMPLOYEES

Staff costs were as follows:

	2015 £	2014 £
Wages and salaries	2,542,736	2,608,207
Social security costs	304,428	314,209
Cost of defined contribution scheme	232,318	217,395
	<u>3,079,482</u>	<u>3,139,811</u>

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

2015 No.	2014 No.
52	55
<u>52</u>	<u>55</u>

7. INTEREST RECEIVABLE AND SIMILAR INCOME

	2015 £	2014 £
Other interest receivable	4,287	-
	<u>4,287</u>	<u>-</u>

8. INTEREST PAYABLE AND SIMILAR CHARGES

	2015 £	2014 £
Other loan interest payable	-	5,352
	<u>-</u>	<u>5,352</u>

ITRADENETWORK LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2015

9. TAXATION

	2015 £	2014 £
<b>a) Tax credit included in Profit or Loss</b>		
Adjustments in respect of previous periods	(63,355)	(104,484)
<b>Total current tax</b>	<u>(63,355)</u>	<u>(104,484)</u>
<b>Deferred tax</b>		
Origination and reversal of timing differences	(56,328)	(34,407)
<b>Total deferred tax</b>	<u>(56,328)</u>	<u>(34,407)</u>
<b>Taxation credit on loss on ordinary activities</b>	<u>(119,683)</u>	<u>(138,891)</u>

**b) Reconciliation of tax credit**

The tax assessed for the year is higher than (2014 - higher than) the standard rate of corporation tax in the UK of 20.25% (2014 - 21.5%). The differences are explained below:

	2015 £	2014 £
Loss on ordinary activities before tax	<u>(1,113,239)</u>	<u>(806,853)</u>
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 20.25% (2014 - 21.5%)	(225,431)	(173,473)
<b>Effects of:</b>		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	5,187	3,499
Depreciation for year in excess of capital allowances	7,025	22,695
Adjustments to tax charge in respect of prior periods	(63,355)	(104,484)
Short term timing difference leading to an increase (decrease) in taxation	2,391	(2,409)
Other timing differences leading to an increase (decrease) in taxation	(56,328)	(34,407)
Unrelieved tax losses carried forward	196,072	148,135
Fixed asset differences	14,756	1,553
<b>Total tax credit for the year</b>	<u>(119,683)</u>	<u>(138,891)</u>

**c) Factors that may affect future charges**

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**NOTES TO THE FINANCIAL STATEMENTS  
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**9. TAXATION (continued)**

Changes to the UK corporation tax rates were announced in the Chancellor's Budget on 8 July 2015. These include reductions in the main rate to reduce the rate to 19% from 1 April 2017 and to 18% from 1 April 2020. As the changes had not been substantively enacted at the balance sheet date their effects are not included in these financial statements. The overall effect of these changes, if they had applied to the deferred tax balance at the balance sheet date, would be immaterial.

The company has taxable losses available to carry forward of £2,009,443 (2014: £1,041,187). The deferred tax asset of £361,700 (2014: £208,237) relating to these losses has not been recognised in the financial statements in accordance with accounting policy 3.9 - Deferred Taxation.

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**NOTES TO THE FINANCIAL STATEMENTS  
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**10. INTANGIBLE ASSETS**

	Computer software £	Total £
<b>COST</b>		
At 1 January 2015	602,496	602,496
Disposals	(44,130)	(44,130)
At 31 December 2015	<u>558,366</u>	<u>558,366</u>
<b>AMORTISATION</b>		
At 1 January 2015	578,624	578,624
Charge for the year	19,054	19,054
On disposals	(44,130)	(44,130)
At 31 December 2015	<u>553,548</u>	<u>553,548</u>
<b>NET BOOK VALUE</b>		
At 31 December 2015	<u>4,818</u>	<u>4,818</u>
At 31 December 2014	<u>23,872</u>	<u>23,872</u>



ITRADENETWORK LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
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11. TANGIBLE FIXED ASSETS

	Long-term leasehold property £	Computer equipment £	Fixtures, fittings and office equipment £	Total £
<b>COST OR VALUATION</b>				
At 1 January 2015	147,805	788,543	133,972	1,070,320
Additions	-	2,330	-	2,330
Disposals	-	(42,105)	(40,169)	(82,274)
At 31 December 2015	147,805	748,768	93,803	990,376
<b>DEPRECIATION</b>				
At 1 January 2015	53,147	734,897	119,822	907,866
Charge for the year	29,561	42,345	6,428	78,334
Disposals	-	(41,074)	(39,494)	(80,568)
At 31 December 2015	82,708	736,168	86,756	905,632
<b>NET BOOK VALUE</b>				
At 31 December 2015	65,097	12,600	7,047	84,744
At 31 December 2014	94,658	53,646	14,150	162,454

**ITRADENETWORK LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2015**

**12. DEBTORS**

	2015 £	2014 £
Trade debtors	1,006,126	1,049,877
Amounts owed by group undertakings	-	173,160
Other receivables	87,580	108,958
Prepayments and accrued income	201,577	341,612
Deferred taxation	144,985	88,657
	<u>1,440,268</u>	<u>1,762,264</u>

Trade debtors are disclosed net of a provision for bad and doubtful debts of £26,355 (2014: £28,479).

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

	2015 £	As restated 2014 £
Trade creditors	173,044	107,601
Amounts owed to group undertakings	975,275	599,172
Taxation and social security	230,278	222,443
Other creditors	33,147	38,307
Accruals and deferred income	503,191	236,023
	<u>1,914,935</u>	<u>1,203,546</u>

Management have reconsidered the classification of the loan due to group undertakings and this has been restated in the prior year to an amount due within one year on the grounds that it is repayable on demand.

**ITRADENETWORK LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2015**

**14. DEFERRED TAXATION**

	Deferred tax £
At 1 January 2015	88,657
Credited to the Profit and Loss Account	56,328
<b>AT 31 DECEMBER 2015</b>	<b>144,985</b>

The deferred tax asset is made up as follows:

	2015 £	2014 £
Accelerated capital allowances	144,985	86,888
Other short term timing differences	-	1,769
	<b>144,985</b>	<b>88,657</b>

The company has taxable losses available to carry forward of £2,009,443 (2014: £1,041,187). The deferred tax asset of £361,700 (2014: £208,237) relating to these losses has not been recognised in the financial statements in accordance with accounting policy 3.9 - Deferred Taxation.

**15. SHARE CAPITAL**

	2015 £	2014 £
<b>Allotted, called up and fully paid</b>		
100 Ordinary shares of £1 each	<b>100</b>	<b>100</b>

All terms in this statement of capital, unless otherwise defined, are as defined in the Company's articles of association ("Articles").

Subject to the Act and these Articles, the Board may pay dividends if justified by the Available Profits in respect of the relevant period among the holders of the Ordinary shares.

The holders of Ordinary shares shall have the right to vote at all general meetings of the Company and to receive and vote on proposed written resolutions of the Company.

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NOTES TO THE FINANCIAL STATEMENTS  
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**16. PENSION COMMITMENTS**

The Company made contributions to defined contribution pension schemes. The assets of the schemes are held separately from those of the Company in independently administered funds. The pension cost charge represents contributions payable by the Company to the funds and amounted to £232,318 (2014: £217,395).

At 31 December 2015 pension contributions of £20,651 (2014: £18,630) had not been paid to the scheme.

**17. COMMITMENTS UNDER OPERATING LEASES**

At 31 December 2015 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2015 £	2014 £
Within 1 year	215,938	75,134
Within 2 to 5 years	109,034	324,972
<b>Total</b>	<b>324,972</b>	<b>400,106</b>

**18. RELATED PARTY TRANSACTIONS**

In accordance with the exemption stated in Financial Reporting Standard 102 the Company is showing no details of transactions of related party transactions with its parent or fellow subsidiaries in which the parent holds 100% of the voting rights.

**19. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY**

The ultimate parent company and controlling party is Roper Technologies Inc., a company registered in the United States of America. The immediate parent company is Amphire Solutions, Inc. The largest and smallest group of undertakings for which group financial statements have been drawn up is headed by Roper Technologies Inc. Copies of the group financial statements can be obtained from 5959 West Las Positas Blvd., Pleasanton, CA 94588, USA.

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**NOTES TO THE FINANCIAL STATEMENTS  
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**20. FIRST TIME ADOPTION OF FRS 102**

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.

However, the adoption of FRS 102 has required the reclassification of software from tangible to intangible fixed assets.