

Registered number: 10388856 (England and Wales)

LUNO MONEY LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 MARCH 2018



LUNO MONEY LIMITED

COMPANY INFORMATION

Directors	T O Stranex M J Swanepoel
Registered number	10388856
Registered office	3rd Floor 86 - 90 Paul Street London United Kingdom EC2A 4NE
Independent auditors	F&L Corporate Reporting Services Limited Chartered Accountants and Statutory Auditors New Penderel House 4th Floor 283-288 High Holborn London United Kingdom WC1V 7HP

LUNO MONEY LIMITED

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LUNO MONEY LIMITED
REGISTERED NUMBER:10388856

BALANCE SHEET
AS AT 31 MARCH 2018

			31 March 2018 £	31 December 2016 £
Current assets				
Debtors: amounts falling due within one year	4	1,916,685		81
Cash at bank and in hand	5	29,094,595		-
		31,011,280		81
Creditors: amounts falling due within one year	6	(30,976,972)		-
Net current assets			34,308	81
Total assets less current liabilities			34,308	81
Net assets			34,308	81
Capital and reserves				
Called up share capital			81	81
Profit and loss account			34,227	-
			34,308	81

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the profit and loss account in accordance with provisions applicable to companies subject to the small companies' regime.

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

DocuSigned by:

Marcus Swanepoel

18 December 2018 | 2:12 PM GMT

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M J Swanepoel
 Director

The notes on pages 2 to 6 form part of these financial statements.

LUNO MONEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2018

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

During the period, the directors changed the accounting reference date to 31 March to align with the group which resulted in the current period comprising 15 months.

The following principal accounting policies have been applied:

1.2 Going concern

Luno Pte. Ltd., the parent company, has indicated its continued financial support to the Company. Should this support be withdrawn, then all of the Company's assets would have to be restated at their net realisable values and its liabilities would have to be treated as falling due on demand.

1.3 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

Rendering of services

Turnover from the intercompany service agreement with parent company is recognised in the period in which the services are provided in accordance with the contract when all of the following conditions are satisfied:

- the amount of turnover 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.

1.4 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Profit and Loss Account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

1.5 Interest income

Interest income is recognised in the Profit and Loss Account using the effective interest method.

LUNO MONEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2018

1. Accounting policies (continued)

1.6 Taxation

Tax is recognised in the Profit and Loss Account, except that a charge 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.

1.7 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.

1.8 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.

1.9 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

1.10 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP. The Directors of the Company have assessed the changing nature of the Company from the previous year and determined that the functional and presentational currency should be amended to GBP. In order to present comparable information and a true and fair view, the 2016 results have been restated in 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 except when deferred in other comprehensive income as qualifying cash flow hedges.

LUNO MONEY LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2018****1. Accounting policies (continued)****1.11 Financial instruments**

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

2. Auditors' information

The auditors' report on the financial statements for the period ended 31 March 2018 was unqualified.

The audit report was signed by Louise Morriss ACA FCCA (Senior Statutory Auditor) on behalf of F&L Corporate Reporting Services Limited.

3. Employees

The average monthly number of employees, including directors, during the period was 5 (2016 - 0).

4. Debtors

	31 March 2018 £	<i>31 December 2016 £</i>
Amounts owed by group undertakings	318,315	-
Other debtors	1,598,370	81
	<u>1,916,685</u>	<u>81</u>

LUNO MONEY LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2018****5. Cash and cash equivalents**

	31 March 2018 £	<i>31 December 2016 £</i>
Bank account	28,444,984	-
Customer funds	649,611	-
	<u>29,094,595</u>	<u>-</u>

Customer funds represent cash held on behalf of customers by the Company. The Company requires permission to control these funds by the customer.

6. Creditors: Amounts falling due within one year

	31 March 2018 £	<i>31 December 2016 £</i>
Other loans	29,755,970	-
Amounts owed to group undertakings	502,048	-
Corporation tax	8,191	-
Other creditors	10,193	-
Accruals and deferred income	50,959	-
Customer funds	649,611	-
	<u>30,976,972</u>	<u>-</u>

Other loans represent cash and cryptocurrency owed to Luno Pte. Ltd. under an agency agreement.

7. Financial instruments

	31 March 2018 £	<i>31 December 2016 £</i>
Financial assets		
Financial assets	<u>30,673,616</u>	<u>-</u>

Financial assets comprise cash and cryptocurrencies. Included in this total is £29,755,970 held on behalf of Luno Pte. Ltd.

LUNO MONEY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2018**

8. Financial commitments

At the end of the reporting period, the total amount of all financial commitments, guarantees and contingencies that are not included in the balance sheet was £19,350 (2017: £nil).

9. Controlling party

Luno Pte. Ltd., a company incorporated in Singapore, is the parent company of the smallest group for which consolidated financial statements are drawn up of which the Company is a member.

10. Post balance sheet events

There were no adjusting or non-adjusting events occurring between the end of the reporting period and the date these financial statements were approved.