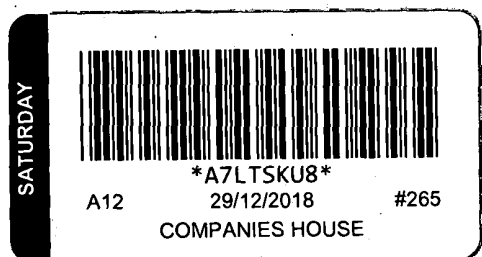


**SECURENETT LTD
(FORMERLY HOMELINK TECHNOLOGIES LTD)**

UNAUDITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2018



SECURENETT LTD (FORMERLY HOMELINK TECHNOLOGIES LTD)

COMPANY INFORMATION

Directors

P J Swain (resigned 5 February 2018)
M C Bennett
E C Roberts

Registered number

SC201025

Registered office

C/O Mazars LLP
100 Queen Street
Glasgow
Scotland
G1 3DN

SECURENETT LTD (FORMERLY HOMELINK TECHNOLOGIES LTD)

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SECURENETT LTD (FORMERLY HOMELINK TECHNOLOGIES LTD)

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2018**

The directors present their report and the financial statements for the year ended 31 March 2018.

Principal activity

The principal activity of the company continued to be that of installation, monitoring and maintenance of home security systems.

Directors

The directors who served during the year were:

P J Swain (resigned 5 February 2018)
M C Bennett
E C Roberts

Small companies note

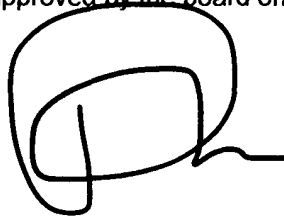
In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on

27/12/2018

and signed on its behalf.

E C Roberts
Director



SECURENETT LTD (FORMERLY HOMELINK TECHNOLOGIES LTD)

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2018**

	Note	2018 £	2017 £
Turnover		-	141,869
Cost of sales		-	(42,000)
Gross profit		-	99,869
Administrative expenses		(5,096)	(103,951)
Other operating income		6,500	-
Operating profit/(loss)		1,404	(4,082)
Interest payable and expenses		-	(184)
Profit/(loss) before tax		1,404	(4,266)
Tax on profit/(loss)		-	-
Profit/(loss) for the financial year		1,404	(4,266)

There was no other comprehensive income for 2018 (2017 : £Nil).

The notes on pages 4 to 8 form part of these financial statements.

SECURENETT LTD (FORMERLY HOMELINK TECHNOLOGIES LTD)
REGISTERED NUMBER: SC201025

BALANCE SHEET
AS AT 31 MARCH 2018

	Note	2018 £	2018 £	2017 £	2017 £
Current assets					
Debtors: amounts falling due within one year	6	18,125		25,833	
		<u>18,125</u>		<u>25,833</u>	
Creditors: amounts falling due within one year	7	(12,019)		(21,131)	
Net current assets			6,106		4,702
Total assets less current liabilities			6,106		4,702
Net assets			6,106		4,702
Capital and reserves					
Called up share capital	8	2,875,612		2,875,612	
Share premium account	9	1,857,282		1,857,282	
Other reserves	9	41,335		41,335	
Profit and loss account	9	(4,768,123)		(4,769,527)	
		<u>6,106</u>		<u>4,702</u>	

The directors consider that the company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.


The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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

27-12-18

E C Roberts
 Director



The notes on pages 4 to 8 form part of these financial statements.

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

1. General information

Securenett Ltd is a private company, limited by shares, incorporated in Scotland and domiciled in England.

The registered office is C/O Mazars LLP, 100 Queen Street, Glasgow, Scotland, G1 3DN and the registered number is SC201025.

The principal activity of the company continued to be that of installation, monitoring and maintenance of home security systems.

2. Accounting policies

2.1 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.

The functional and presentational currency for the company during the year was GBP and the accounts are rounded to the nearest £1.

The following principal accounting policies have been applied:

2.2 Going concern

Securenett Ltd has net current assets of £6,106 (2017: £4,702). The company is reliant on the continuing support of its parent company, Securenett Security Systems Ltd.

The financial statements of Securenett Ltd have been prepared on the going concern basis and do not include any adjustments that might be necessary should Securenett Ltd be unable to continue on a going concern basis.

2.3 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:

Sale of goods

Turnover from the sale of goods is recognised when all of the following conditions are satisfied:

- the company has transferred the significant risks and rewards of ownership to the buyer;
- the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of turnover can be measured reliably;
- it is probable that the company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

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

2. Accounting policies (continued)

2.4 Intangible assets

Licences costs are capitalised at cost and are written off in equal instalments over their estimated useful economic life of 15 years.

2.5 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.

2.6 Financial instruments

The company only enters into basic financial instruments 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 and loans to related parties.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the profit or loss.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

2.7 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.

2.8 Finance costs

Finance costs are charged to the profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.9 Borrowing costs

All borrowing costs are recognised in the profit or loss in the year in which they are incurred.

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

2. Accounting policies (continued)

2.10 Taxation

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

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

3. Taxation

Factors affecting future tax charges

The company has estimated losses of £4,551,940 (2017: £4,553,344) available to carry forward against future trading profits.

No deferred tax asset has been provided in these financial statements due to the uncertainty of the future trading profits of the company.

4. Employees

The company has no employees other than the directors, who did not receive any remuneration (2017 - £Nil).

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

5. Intangible assets

	Licenses £
Cost	
At 1 April 2017	247,757
At 31 March 2018	247,757
Amortisation	
At 1 April 2017	247,757
At 31 March 2018	247,757
Net book value	
At 31 March 2018	-
At 31 March 2017	-

6. Debtors

	2018 £	2017 £
Amounts owed by group undertakings	18,125	25,002
Other debtors	-	831
	18,125	25,833

7. Creditors: Amounts falling due within one year

	2018 £	2017 £
Bank overdraft	10,519	14,948
Other creditors	-	4,683
Accruals and deferred income	1,500	1,500
	12,019	21,131

SECURENETT LTD (FORMERLY HOMELINK TECHNOLOGIES LTD)

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

8. Share capital

	2018 £	2017 £
Allotted, called up and fully paid		
1,839,678 (2017 - 1,839,678) A Ordinary shares shares of £1.00 each	1,839,678	1,839,678
1,997,783 (2017 - 1,997,783) B Ordinary shares shares of £0.10 each	199,778	199,778
200 (2017 - 200) A Ordinary shares shares of £0.01 each	2	2
1,725,097 (2017 - 1,725,097) B Ordinary shares shares of £0.05 each	86,255	86,255
749,899 (2017 - 749,899) B Ordinary shares shares of £1.00 each	749,899	749,899
	<hr/> 2,875,612 <hr/>	<hr/> 2,875,612 <hr/>

9. Reserves**Share premium account**

This reserve records the amount received in respect of share capital in excess of the nominal value of the shares.

Other reserves

This reserve is provided for by the Articles of Association.

Profit and loss account

The profit and loss account reserve relates to accumulated profits less distributions to shareholders.

10. Related party transactions

Key management personnel are considered to be the Directors. No remuneration was received by the Directors during the year as they are remunerated through other related companies.

The company has taken advantage of the exemption available in FRS 102 section 33.1A from disclosing transactions with other wholly owned subsidiaries of Securenett Security Systems Ltd.

11. Controlling party

The company is a wholly owned subsidiary of Securenett Security Systems Ltd, a company incorporated in England & Wales, which is controlled by Ki Finance Limited and Prime Interaction Limited by virtue of their shareholdings.

SECURENETT LTD (FORMERLY HOMELINK TECHNOLOGIES LTD)

**DETAILED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2018**

	Note	2018 £	2017 £
Turnover		-	141,869
Cost Of Sales		-	(42,000)
Gross profit		<u>-</u>	<u>99,869</u>
Gross profit %		0.0 %	70.4 %
Other operating income		<u>6,500</u>	<u>-</u>
Less: overheads			
Administration expenses		(5,096)	(103,951)
Operating profit/(loss)		<u>1,404</u>	<u>(4,082)</u>
Interest payable		-	(184)
Profit/(Loss) for the year		<u>1,404</u>	<u>(4,266)</u>

SECURENETT LTD (FORMERLY HOMELINK TECHNOLOGIES LTD)

**SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2018**

	2018 £	2017 £
Turnover		
Sales	-	141,869
	<u> </u>	<u> </u>
	2018 £	2017 £
Cost of sales		
Purchases	-	42,000
	<u> </u>	<u> </u>
	2018 £	2017 £
Other operating income		
Management charges receivable	6,500	-
	<u> </u>	<u> </u>
	6,500	-
	<u> </u>	<u> </u>
	2018 £	2017 £
Administration expenses		
Motor vehicle hire	3,432	3,389
Telephone and fax	-	18,936
Accountancy fees	-	4,500
Bank charges	1,664	1,420
Bad debts	-	32,150
Insurances	-	750
Repairs and maintenance	-	1,759
Directors loan write off	-	41,047
	<u> </u>	<u> </u>
	5,096	103,951
	<u> </u>	<u> </u>
	2018 £	2017 £
Interest payable		
Bank overdraft interest payable	-	184
	<u> </u>	<u> </u>