

FRIDAY



AWPWCSJE

A54

18/03/2011

42

COMPANIES HOUSE

PLUS500UK LIMITED
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2010

Company Registration Number 07024970

PLUS500UK LIMITED
FINANCIAL STATEMENTS

PERIOD FROM 21 SEPTEMBER 2009 TO 31 DECEMBER 2010

CONTENTS	PAGES
Officers and professional advisers	1
The directors' report	2 to 3
Independent auditor's report to the members	4 to 5
Profit and loss account	6
Balance sheet	7
Cash flow statement	8
Notes to the financial statements	9 to 13

PLUS500UK LIMITED
OFFICERS AND PROFESSIONAL ADVISERS
YEAR ENDED 31 DECEMBER 2010

The board of directors	D I Sordo A L Welsh
Company secretary	CPA Audit Corporate Services Limited
Business address	33 Throgmorton street London EC2N 2BR
Registered office	Talbot House 8-9 Talbot Court London EC3V 0BP
Auditor	RSM Tenon Audit Limited 66 Chiltern Street London W1U 4JT

PLUS500UK LIMITED
THE DIRECTORS' REPORT

PERIOD FROM 21 SEPTEMBER 2009 TO 31 DECEMBER 2010

The directors present their report and the financial statements of the company for the period from 21 September 2009 to 31 December 2010

Incorporation

The company was incorporated on 21 September 2009 and was granted authorisation to deal in certain financial products by the Financial Services Authority on 29th June 2010. The company commenced trading on that day.

Principal activities and business review

The principal activity of the company during the period was online trading in Contracts for Differences.

The profit and loss account for the period is set out on page 6. The company has made a small loss in this, its first trading period. This is after charging the costs of obtaining approval from the Financial Services Authority and other start-up costs.

The Company's online Trading Platform provides unparalleled speed and accuracy of execution which both serves our customer's needs and differentiates PLUS500UK Limited from our competitors. We are pleased to report an exceptionally strong growth in customer base with almost 20,000 active customers since commencing business. We are delighted that the business has delivered a significantly better performance than forecast for its inaugural period of trading. The board is looking forward to a very promising year.

Results and dividends

The loss for the period amounted to £46,726. The directors have not recommended a dividend.

Financial risk management objectives and policies

The company makes little use of financial instruments other than an operational bank account and so its exposure to price risk, credit risk, liquidity risk and cash flow risk is not material for the assessment of the assets, liabilities, financial position and profit or loss of the company.

Directors

The directors who served the company during the period were as follows:

D I Sordo
A L Welsh
P M Sanjurjo

D I Sordo was appointed as a director on 21 September 2009
A L Welsh was appointed as a director on 9 October 2009
P M Sanjurjo was appointed as a director on 9 October 2009

P M Sanjurjo resigned as a director on 18 August 2010

PLUS500UK LIMITED

THE DIRECTORS' REPORT *(continued)*

PERIOD FROM 21 SEPTEMBER 2009 TO 31 DECEMBER 2010

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 financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the 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.

In so far as the directors are, individually, aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditor

RSM Tenon Audit Limited have been appointed as first auditors to the Company.

The Company has by elective resolution dispensed with the obligation to appoint auditors annually in accordance with section 487(2) of the Companies Act 2006. Therefore, the auditors, RSM Tenon Audit Limited, will be deemed to be reappointed for each succeeding financial period.

Signed on behalf of the directors


D I Sordo

Director

Approved by the directors on 11 March 2011

PLUS500UK LIMITED

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
PLUS500UK LIMITED**

PERIOD FROM 21 SEPTEMBER 2009 TO 31 DECEMBER 2010

We have audited the financial statements of PLUS500UK Limited for the period from 21 September 2009 to 31 December 2010 on pages 6 to 13. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by directors, and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2010 and of its loss for the period then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

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

PLUS500UK LIMITED

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
PLUS500UK LIMITED *(continued)***

PERIOD FROM 21 SEPTEMBER 2009 TO 31 DECEMBER 2010

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, 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 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

Valerie Cazalet

Valerie Cazalet, Senior Statutory Auditor
For and on behalf of

RSM Tenon Audit Limited
Statutory Auditor
66 Chiltern Street
London
W1U 4JT

Date - 16/3/11

PLUS500UK LIMITED
PROFIT AND LOSS ACCOUNT

PERIOD FROM 21 SEPTEMBER 2009 TO 31 DECEMBER 2010

	Note	Period from 21 Sep 09 to 31 Dec 10 £
Turnover	2	1,004,177
Cost of sales		(159,558)
Gross profit		<u>844,619</u>
Administrative expenses		(892,702)
Operating loss	3	<u>(48,083)</u>
Interest receivable		1,357
Loss on ordinary activities before taxation		<u>(46,726)</u>
Tax on loss on ordinary activities	5	-
Loss for the financial period		<u>(46,726)</u>

All of the activities of the company are classed as continuing

The company has no recognised gains or losses other than the results for the period as set out above

The notes on pages 9 to 13 form part of these financial statements

PLUS500UK LIMITED
Registered Number 07024970

BALANCE SHEET

31 DECEMBER 2010

	Note	£	31 Dec 10 £
Current assets			
Debtors	6	156,862	
Cash at bank		1,748,831	
		<u>1,905,693</u>	
Creditors Amounts falling due within one year	7	<u>(952,419)</u>	
Net current assets			<u>953,274</u>
Capital and reserves			
Called-up share capital	11		1,000,000
Profit and loss account	12		(46,726)
Shareholders' funds	13		<u>953,274</u>

These financial statements were approved by the directors and authorised for issue on **11 March, 2011** and are signed on their behalf by


D I Sordo
Director

The notes on pages 9 to 13 form part of these financial statements

PLUS500UK LIMITED
CASH FLOW STATEMENT

PERIOD FROM 21 SEPTEMBER 2009 TO 31 DECEMBER 2010

		Period from 21 Sep 09 to 31 Dec 10	
	Note	£	£
Net cash inflow from operating activities	14		747,474
Returns on investments and servicing of finance			
Interest received		<u>1,357</u>	
Net cash inflow from returns on investments and servicing of finance			1,357
Cash inflow before financing			<u>748,831</u>
Financing			
Issue of equity share capital		<u>1,000,000</u>	
Net cash inflow from financing			1,000,000
Increase in cash	14		<u>1,748,831</u>

PLUS500UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 21 SEPTEMBER 2009 TO 31 DECEMBER 2010

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with applicable accounting standards

Turnover

Turnover represents net trading income which comprises commissions earned on transactions in contracts for difference. Commissions are recognised as and when trades are completed

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

Deferred 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 or a right to pay less tax in the future have occurred by the balance sheet date with certain limited exceptions

Deferred tax is calculated on an undiscounted basis at the tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on the tax rates and laws enacted or substantively enacted at the balance sheet date

Foreign currencies

Transactions denominated in foreign currencies are recorded at the rates of exchange ruling at the dates of the transactions, or at an average rate for the period if the rates do not fluctuate significantly. Monetary assets and liabilities are translated at year end exchange rates or, where appropriate, at rates of exchange fixed under the terms of the relevant transaction. The resulting exchange rate differences are charged to the profit and loss account

Functional and presentation currency

The Financial Statements are presented in Pounds sterling, which is the Company's functional currency

2. Turnover

The turnover and loss before tax are attributable to the one principal activity of the company

An analysis of turnover is given below

	Period from 21 Sep 09 to 31 Dec 10
	£
United Kingdom	<u>1,004,177</u>

PLUS500UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 21 SEPTEMBER 2009 TO 31 DECEMBER 2010

3. Operating loss

Operating loss is stated after charging/(crediting)

	Period from 21 Sep 09 to 31 Dec 10
	£
Directors' remuneration	64,741
Net profit on foreign currency translation	(27,294)
Auditor's remuneration	<u>7,500</u>
	31 Dec 10
	£
Auditor's remuneration - audit of the financial statements	<u>7,500</u>

4. Particulars of employees

The average number of staff employed by the company during the financial period amounted to

	Period from 21 Sep 09 to 31 Dec 10
	No
Number of management staff	<u>2</u>

The aggregate payroll costs of the above were

	Period from 21 Sep 09 to 31 Dec 10
	£
Wages and salaries	64,741
Social security costs	<u>6,404</u>
	<u>71,145</u>

PLUS500UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 21 SEPTEMBER 2009 TO 31 DECEMBER 2010

5. Taxation on ordinary activities

Factors affecting current tax charge

The tax assessed on the loss on ordinary activities for the period is higher than the standard rate of corporation tax in the UK of 28%

	Period from 21 Sep 09 to 31 Dec 10 £
Loss on ordinary activities before taxation	(46,726)
Loss on ordinary activities by rate of tax	(13,083)
Effects of Unrelieved tax losses	13,083
Total current tax	<u>-</u>

6. Debtors

	31 Dec 10 £
Other debtors	141,393
Prepayments and accrued income	15,469
	<u>156,862</u>

7. Creditors: Amounts falling due within one year

	31 Dec 10 £
Trade creditors	905,631
Other creditors	27,788
Accruals and deferred income	19,000
	<u>952,419</u>

8. Deferred taxation

No provision has been made in the financial statements and the amounts unprovided at the end of the period are as follows

	Period from 21 Sep 09 to 31 Dec 10 £
Tax losses available	<u>13,038</u>

The deferred tax asset has not been recognised in accordance with FRS 19 as it is currently not more likely than not that it will be realised in the foreseeable future. This potential deferred tax asset will be recoverable in the event that the company's trade begins generating sufficient taxable trade profits to relieve its accumulated trade losses

PLUS500UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 21 SEPTEMBER 2009 TO 31 DECEMBER 2010

9. Commitments under operating leases

At 31 December 2010 the company had annual commitments under non-cancellable operating leases as set out below

	Land and buildings
	£
Operating leases which expire	
Within 1 year	<u>15,807</u>

10. Related party transactions

The company has taken advantage of the exemption under FRS 8 Related Parties to not disclose transactions with related parties on the basis that group accounts are prepared

11. Share capital

Allotted, called up and fully paid:

	No	£
975,000 Ordinary shares of £1 each	975,000	975,000
25,000 Ordinary Class 2 shares of £1 each	25,000	25,000
	<u>1,000,000</u>	<u>1,000,000</u>

The Company issued 3,900 Ordinary A shares of £1 each at par and 100 Ordinary B shares of £1 each at par on 21 September 2009. On 7 June 2010 the Company issued a further 971,100 Ordinary A shares at par and 24,900 Ordinary B shares at par, all of which were fully subscribed by shareholders

12. Profit and loss account

	Period from
	21 Sep 09 to
	31 Dec 10
	£
Loss for the financial period	(46,726)
Balance carried forward	<u>(46,726)</u>

13. Reconciliation of movements in shareholders' funds

	31 Dec 10
	£
Loss for the financial period	(46,726)
New ordinary share capital subscribed	1,000,000
Net addition to shareholders' funds	<u>953,274</u>
Closing shareholders' funds	<u>953,274</u>

PLUS500UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 21 SEPTEMBER 2009 TO 31 DECEMBER 2010

14. Notes to the cash flow statement

Reconciliation of operating loss to net cash inflow from operating activities

	Period from 21 Sep 09 to 31 Dec 10 £
Operating loss	(48,083)
Increase in debtors	(156,862)
Increase in creditors	952,419
Net cash inflow from operating activities	<u>747,474</u>

Reconciliation of net cash flow to movement in net funds

	31 Dec 10 £
Increase in cash in the period	1,748,831
Movement in net funds in the period	<u>1,748,831</u>
Net funds at 31 December 2010	<u>1,748,831</u>

Analysis of changes in net funds

	Cash flows £	At 31 December 2010 £
Net cash		
Cash in hand and at bank	<u>1,748,831</u>	<u>1,748,831</u>
Net funds	<u>1,748,831</u>	<u>1,748,831</u>

15. Ultimate controlling party

The ultimate controlling party is Investsoft Ltd, a company incorporated in Israel, by virtue of it's shareholding in the Company