

4CAST LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017



4CAST LIMITED

COMPANY INFORMATION

DIRECTORS

K. S. Arora
P. D. Blank
J. Fabunmi

REGISTERED NUMBER

02711701

REGISTERED OFFICE

1 Harrington Gardens
London
SW7 4JJ

INDEPENDENT AUDITORS

Wilder Coe Ltd
Statutory Auditors & Chartered Accountants
1st Floor Sackville House
143-149 Fenchurch Street
London
EC3M 6BL

BANKERS

HSBC Bank Plc
2nd Floor Space One
1 Beadon Road
Hammersmith
London
W6 0EA

4CAST LIMITED

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4CAST LIMITED
REGISTERED NUMBER: 02711701

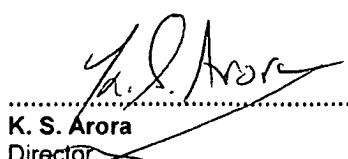
BALANCE SHEET
AS AT 31 DECEMBER 2017

	Note	2017 £	2016 £
Fixed assets			
Intangible assets	4	37,536	53,052
Tangible assets	5	8,091	4,015
Investments	6	1,306	1,306
		<u>46,933</u>	<u>58,373</u>
Current assets			
Debtors	7	521,493	1,846,446
Cash at bank and in hand		7,647	29,823
		<u>529,140</u>	<u>1,876,269</u>
Creditors: amounts falling due within one year	8	(3,045,499)	(2,574,185)
Net current liabilities		<u>(2,516,359)</u>	<u>(697,916)</u>
Total assets less current liabilities		<u>(2,469,426)</u>	<u>(639,543)</u>
Creditors: amounts falling due after more than one year	9	(1,887,824)	(1,493,267)
Net liabilities		<u><u>(4,357,250)</u></u>	<u><u>(2,132,810)</u></u>
Capital and reserves			
Allotted, called up and fully paid share capital		725,745	725,745
Profit and loss account		(5,082,995)	(2,858,555)
Equity Shareholders' deficit		<u><u>(4,357,250)</u></u>	<u><u>(2,132,810)</u></u>

The company's 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 company has opted not to file the Directors' Report and the Profit and Loss Account in accordance with the provisions applicable to companies subject to the Small Companies' Regime, under section 444 of the Companies Act 2006.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 27 March 2019.


 K. S. Arora
 Director

The notes on pages 2 to 10 form part of these financial statements.

4CAST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

1. GENERAL INFORMATION

4Cast Limited (company number: 02711701), having its registered office at 1 Harrington Gardens, London, United Kingdom, SW7 4JJ is a private limited company incorporated in England and Wales.

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 Financial Reporting Standard 102 section 1A, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The company is the parent undertaking of a small group and as such is not required by the Companies Act 2006 to prepare group accounts. These financial statements therefore present information about the company as an individual undertaking and not about its group.

The following principal accounting policies have been applied:

2.2 GOING CONCERN

As at 31 December 2017, 4Cast Limited had net liabilities of £4,357,250 (2016: £2,132,810) and incurred a loss of £2,224,440 in the year (2016: *profit of £415,434*), with an exceptional intercompany loan write off in 2017 of £2,443,924. The directors have considered the financing facilities available to the group, which they expect to continue, and are satisfied that these are adequate for at least 12 months following approval of the financial statements. The directors are satisfied that the financial statements should be prepared on a going concern basis.

2.3 RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption FRS 102 section 33.1A not to disclose transactions with group entities on the grounds that it is a wholly-owned subsidiary undertaking whose results are included in publicly available consolidated financial statements. Details of the consolidating parent undertaking can be found in note 13.

2.4 STATEMENT OF CASH FLOWS

The company has taken advantage of the exemption in Financial Reporting Standard 102, section 1A.7 from the requirement to produce a Statement of Cash Flows on the grounds that it is a small company.

4CAST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

2. ACCOUNTING POLICIES (CONTINUED)

2.5 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 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 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.

2.6 INTANGIBLE ASSETS

Intangible assets are initially recognised at cost. After recognition, under the cost model, 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 ten years.

Amortisation is provided for at the following rates:

Software and licences	-	20% straight line
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2.7 TANGIBLE FIXED ASSETS

Tangible fixed assets under the cost model 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.

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.

Depreciation is provided on the following basis:

Furniture, fittings and equipment	-	20% straight line
Equipment	-	20% straight line
Other fixed assets	-	20% straight line

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.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Income and Retained Earnings.

4CAST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

2. ACCOUNTING POLICIES (CONTINUED)

2.8 VALUATION OF INVESTMENTS

Investments in subsidiaries are measured at cost less accumulated impairment.

2.9 DEBTORS

Short-term debtors are measured at transaction price, less any impairment.

2.10 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.

2.11 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 debtors and creditors, 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.

2.12 CREDITORS

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

2.13 FOREIGN CURRENCY TRANSLATION

Functional and presentation currency

The company's functional and presentational currency is British Pound Sterling (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.

2.14 FINANCE COSTS

Finance costs are charged to the Statement of Income and Retained Earnings 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.

4CAST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

2. ACCOUNTING POLICIES (CONTINUED)

2.15 OPERATING LEASES: THE COMPANY AS LESSEE

Rentals paid under operating leases are charged to the Statement of Income and Retained Earnings on a straight line basis over the lease term.

2.16 BORROWING COSTS

All borrowing costs are recognised in the Statement of Income and Retained Earnings in the year in which they are incurred.

2.17 TAXATION

Tax is recognised in the Statement of Income and Retained Earnings.

The current corporation 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 United Kingdom, 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. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date.

2.18 EXCEPTIONAL ITEMS

Exceptional items are transactions that fall within the ordinary activities of the company but are presented separately due to their size or incidence.

4CAST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

3. EMPLOYEES

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

	2017 No.	2016 No.
Directors	2	2
Administration	6	6
Analysts	17	17
Sales	2	2
	<u>27</u>	<u>27</u>

4. INTANGIBLE ASSETS

	Development expenditure £
COST	
At 1 January 2017 and 31 December 2017	123,864
AMORTISATION	
At 1 January 2017	70,812
Charge for the year	15,516
At 31 December 2017	<u>86,328</u>
NET BOOK VALUE	
At 31 December 2017	<u>37,536</u>
At 31 December 2016	<u>53,052</u>

4CAST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

5. TANGIBLE FIXED ASSETS

	Furniture, fittings and equipment £	Equipment £	Other fixed assets £	Total £
COST				
At 1 January 2017	42,247	166,423	5,144	213,814
Additions	-	6,798	-	6,798
Disposals	(42,247)	-	(5,144)	(47,391)
At 31 December 2017	-	173,221	-	173,221
DEPRECIATION				
At 1 January 2017	42,247	162,408	5,144	209,799
Charge for the year on owned assets	-	2,722	-	2,722
Disposals	(42,247)	-	(5,144)	(47,391)
At 31 December 2017	-	165,130	-	165,130
NET BOOK VALUE				
At 31 December 2017	-	8,091	-	8,091
At 31 December 2016	-	4,015	-	4,015

4CAST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

6. FIXED ASSET INVESTMENTS

	Investments in subsidiary companies £
COST	
At 1 January 2017 and 31 December 2017	361,838
IMPAIRMENT	
At 1 January 2017 and 31 December 2017	360,532
NET BOOK VALUE	
At 31 December 2017	<u>1,306</u>
At 31 December 2016	<u>1,306</u>

The company holds 100% of the issued share capital in the following subsidiaries:

- 4Cast Inc, being registered at 420 Lexington Avenue, Suite 2147, New York, NY 10170, United States
- Forecast PTE Ltd, being registered at 24 Raffles Pl, 21-04 Clifford Centre, Singapore 048621

7. DEBTORS

	2017 £	2016 £
Trade debtors	420,831	357,779
Amounts owed by group undertakings	-	1,417,049
Other debtors	100,662	71,618
	<u>521,493</u>	<u>1,846,446</u>

4CAST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

8. CREDITORS: Amounts falling due within one year

	2017 £	2016 £
Bank overdrafts (secured - see below)	481,699	272,620
Trade creditors	167,974	105,685
Amounts owed to group undertakings	1,140,540	897,486
Other taxation and social security	150,220	170,114
Other creditors	183,400	64,146
Accruals and deferred income	921,666	1,064,134
	<u>3,045,499</u>	<u>2,574,185</u>

The bank overdraft is secured by way of a fixed and floating charge and a negative pledge over both the present and future assets of the company. There is a composite company limited multilateral guarantee provided by both the company and 4Cast Group Limited, its immediate parent, to HSBC. At the year end, there is no contingent liability in respect of this guarantee.

9. CREDITORS: Amounts falling due after more than one year

	2017 £	2016 £
Amounts owed to group undertakings	<u>1,887,824</u>	<u>1,493,267</u>

10. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2017 the company had future minimum lease payments under non-cancellable operating leases as follows:

	2017 £	2016 £
Not later than 1 year	114,268	87,060
Later than 1 year and not later than 5 years	352,326	85,390
	<u>466,594</u>	<u>172,450</u>

11. INFORMATION ABOUT CONSOLIDATING PARENT UNDERTAKINGS

The parent of the smallest group under which consolidated financial statements are prepared is 4Cast Group Limited, a company incorporated in England and Wales. Consolidated accounts may be obtained from the following address:

1 Harrington Gardens
London
SW7 4JJ
United Kingdom

4CAST LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

12. AUDITORS' INFORMATION

The company was subject to an audit for the year ended 31 December 2017. The audit report issued by Bee-Lean Chew MSc BA(Hons) FCA, as Senior Statutory Auditor of Wilder Coe Ltd, was issued with an unqualified opinion.