

4CAST LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016



4CAST LIMITED

COMPANY INFORMATION

DIRECTORS

K. S. Arora
M. Walters

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 6BN

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

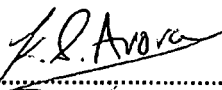
BALANCE SHEET
AS AT 31 DECEMBER 2016

	Note	2016 £	As restated 2015 £
FIXED ASSETS			
Intangible assets	4	53,052	69,008
Tangible assets	5	4,015	10,576
Investments	6	1,306	12,648
		<u>58,373</u>	<u>92,232</u>
CURRENT ASSETS			
Debtors	7	1,846,446	290,058
Cash at bank and in hand		29,823	13,565
		<u>1,876,269</u>	<u>303,623</u>
Creditors: amounts falling due within one year	8	(2,574,185)	(1,664,709)
NET CURRENT LIABILITIES		<u>(697,916)</u>	<u>(1,361,086)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(639,543)</u>	<u>(1,268,854)</u>
Creditors: amounts falling due after more than one year	9	(1,493,267)	(1,279,390)
NET LIABILITIES		<u><u>(2,132,810)</u></u>	<u><u>(2,548,244)</u></u>
CAPITAL AND RESERVES			
Called up share capital	10	725,745	725,745
Profit and loss account		(2,858,555)	(3,273,989)
EQUITY SHAREHOLDER'S DEFICIT		<u><u>(2,132,810)</u></u>	<u><u>(2,548,244)</u></u>

The company's financial statements have been prepared and delivered 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 Profit and Loss Account in accordance with 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 September 2018


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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 2016

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 has adopted FRS 102 section 1A for the first time in the current accounting period. The date of transition for adoption is therefore 1 January 2015.

Information on the impact of first-time adoption of FRS 102 is given in note 12.

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.

Prior year restatement

The company had previously recognised 500,000 C shares of £1 each, allotted, called up and fully paid. It was noted during the year that the C shares had not been issued and therefore should not have been recognised as such. The resulting prior year restatement reduced retained losses from £3,773,989 to £3,273,989.

The following principal accounting policies have been applied:

2.2 Going concern

As at 31 December 2016, 4Cast Limited had net liabilities of £2,132,810 (2015: £2,548,244). 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 Cashflow

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 2016

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 2016

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, loans to related parties and investments in non-puttable ordinary shares.

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.

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 Pound Sterling.

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 2016

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 Research and development

In the research phase of an internal project it is not possible to demonstrate that the project will generate future economic benefits and hence all expenditure on research shall be recognised as an expense when it is incurred. Intangible assets are recognised from the development phase of a project if and only if certain specific criteria are met in order to demonstrate the asset will generate probable future economic benefits and that its cost can be reliably measured. The capitalised development costs are subsequently amortised on a straight line basis over their useful economic lives, which range from 3 to 6 years.

If it is not possible to distinguish between the research phase and the development phase of an internal project, the expenditure is treated as if it were all incurred in the research phase only.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

3. EMPLOYEES

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

	2016 No.	2015 No.
Directors	2	3
Administration	6	7
Analysts	17	15
Sales	2	3
	<u>27</u>	<u>28</u>

4. INTANGIBLE ASSETS

	Software and licences £
COST	
At 1 January 2016 and 31 December 2016	<u>123,864</u>
AMORTISATION	
At 1 January 2016	54,856
Charge for the year	15,956
At 31 December 2016	<u>70,812</u>
NET BOOK VALUE	
At 31 December 2016	<u>53,052</u>
At 31 December 2015	<u>69,008</u>

4CAST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016

5. TANGIBLE FIXED ASSETS

	Furniture, fittings and equipment £	Equipment £	Other fixed assets £	Total £
COST				
At 1 January 2016 and 31 December 2016	42,247	166,423	5,144	213,814
DEPRECIATION				
At 1 January 2016	42,247	155,847	5,144	203,238
Charge for the year on owned assets	-	6,561	-	6,561
At 31 December 2016	42,247	162,408	5,144	209,799
NET BOOK VALUE				
At 31 December 2016	-	4,015	-	4,015
At 31 December 2015	-	10,576	-	10,576

4CAST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

6. FIXED ASSET INVESTMENTS

	Investments in subsidiary companies £
COST	
At 1 January 2016 and 31 December 2016	361,838
IMPAIRMENT	
At 1 January 2016	349,190
Charge for the period	11,342
At 31 December 2016	360,532
NET BOOK VALUE	
At 31 December 2016	1,306
At 31 December 2015	12,648

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 PI, 21-04 Clifford Centre, Singapore 048621

7. DEBTORS

	2016 £	2015 £
Due within one year		
Trade debtors	357,779	212,989
Amounts owed by group undertakings	1,417,049	-
Other debtors	71,618	77,069
	<u>1,846,446</u>	<u>290,058</u>

4CAST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

8. CREDITORS: Amounts falling due within one year

	2016 £	2015 £
Bank overdrafts	272,620	210,148
Trade creditors	105,685	51,351
Amounts owed to group undertakings	897,486	646,831
Other taxation and social security	170,114	143,921
Other creditors	64,146	63,674
Accruals and deferred income	1,064,134	548,784
	<u>2,574,185</u>	<u>1,664,709</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

	2016 £	2015 £
Amounts owed to group undertakings	<u>1,493,267</u>	<u>1,279,390</u>

4CAST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

10. SHARE CAPITAL

	2016 £	As restated 2015 £
Allotted, called up and fully paid		
725,745 Ordinary shares of £1 each	725,745	725,745

11. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2016 the company had future minimum lease payments under non-cancellable operating leases as follows:

	2016 £	2015 £
Not later than 1 year	87,060	87,060
Later than 1 year and not later than 5 years	85,390	172,689
	172,450	259,749

12. 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.

13. 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

14. AUDITORS' INFORMATION

The company was subject to an audit for the period ended 31 December 2016. The audit report issued by Bee-Lean Chew, as senior statutory auditor of Wilder Coe Ltd, was issued with an unqualified opinion.