

Registered number: 08443946

Crossflow Payment Solutions Trading Limited

Ammended Unaudited

Directors' report and financial statements

For the year ended 31 December 2017



Crossflow Payment Solutions Trading Limited

Company Information

Directors	Mr J A Duggan Ms M Rozczka Mr P T Keating Mr S R Mansfield (resigned 1 January 2018)
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Registered number	08443946
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Registered office	Third Floor South One Jubilee Street Brighton East Sussex BN1 1GE
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Accountants	Kreston Reeves LLP Chartered Accountants One Jubilee Street Brighton East Sussex BN1 1GE
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Crossflow Payment Solutions Trading Limited

Contents

	Page
Directors' report	1
Statement of income and retained earnings	2
Balance sheet	3 - 4
Notes to the financial statements	5 - 9

Crossflow Payment Solutions Trading Limited

Directors' report For the year ended 31 December 2017

The directors present their report and the financial statements for the year ended 31 December 2017.

Principal activity

The principal activity of the company is operating a cloud based transaction processing system, with intergrated supply chain finance.

Directors


The directors who served during the year were:

Mr J A Duggan
Ms M Rozczka
Mr S R Mansfield (resigned 1 January 2018)
Mr P T Keating (appointed 1 January 2018)

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 and signed on its behalf.



.....
Mr J A Duggan
Director
Date: 09.07.18

Crossflow Payment Solutions Trading Limited

Statement of income and retained earnings For the year ended 31 December 2017

	Note	2017 £	As restated 2016 £
Turnover		20,152,158	885,438
Cost of sales		(19,997,511)	(704,319)
Gross profit		154,647	181,119
Administrative expenses		(555,790)	(259,271)
Operating loss		(401,143)	(78,152)
Interest receivable and similar income		8	1
Loss before tax		(401,135)	(78,151)
Tax on loss		-	-
Loss after tax		(401,135)	(78,151)
Retained earnings at the beginning of the year		(722,031)	(643,880)
Loss for the year		(401,135)	(78,151)
Retained earnings at the end of the year		(1,123,166)	(722,031)

There were no recognised gains and losses for 2017 or 2016 other than those included in the statement of income and retained earnings.

The notes on pages 5 to 9 form part of these financial statements.

Crossflow Payment Solutions Trading Limited
Registered number: 08443946

Balance sheet
As at 31 December 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	4,739	2,795
Investments	5	9	-
		<u>4,748</u>	<u>2,795</u>
Current assets			
Debtors: amounts falling due within one year	6	95,057	102,810
Cash at bank and in hand		32,518	37,430
		<u>127,575</u>	<u>140,240</u>
Creditors: amounts falling due within one year	7	(71,565)	(864,966)
Net current assets/(liabilities)		<u>56,010</u>	<u>(724,726)</u>
Total assets less current liabilities		<u>60,758</u>	<u>(721,931)</u>
Creditors: amounts falling due after more than one year		(1,183,824)	-
Net liabilities		<u><u>(1,123,066)</u></u>	<u><u>(721,931)</u></u>

Crossflow Payment Solutions Trading Limited
Registered number: 08443946

Balance sheet (continued)
As at 31 December 2017

	Note	2017 £	2016 £
Capital and reserves			
Called up share capital		100	100
Profit and loss account		(1,123,166)	(722,031)
		<u>(1,123,066)</u>	<u>(721,931)</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 by:



.....
Mr. A Duggan

Director

Date: 09.07.18

The notes on pages 6 to 10 form part of these financial statements.

Crossflow Payment Solutions Trading Limited

Notes to the financial statements For the year ended 31 December 2017

1. General information

This set of accounts replaces the original set sent to Companies House. These are now the statutory accounts and have been prepared to the same date as the original accounts.

The company is a private company limited by share capital incorporated in England and Wales.

The address of its registered office is:

Third Floor South
One Jubilee Street
Brighton
East Sussex
BN1 1GE

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 following principal accounting policies have been applied:

2.2 Going concern

The going concern basis is considered to be appropriate as the company is dependent on the support of its ultimate parent company. The ultimate parent company has indicated that their support will continue for the foreseeable future. If the assumption proves to be inappropriate, then adjustments may have to be made to adjust the assets to their recoverable amount, to provide for any further liabilities which might arise.

2.3 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue 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 revenue is recognised:

Rendering of services

Revenue 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 revenue 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.

2.4 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation.

Crossflow Payment Solutions Trading Limited

Notes to the financial statements For the year ended 31 December 2017

2. Accounting policies (continued)

2.4 Tangible fixed assets (continued)

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:

Computer equipment	- 3 years straight line
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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.

2.5 Valuation of investments

Investments in subsidiaries are measured at cost.

2.6 Debtors

Short term debtors are measured at transaction price.

2.7 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.

2.8 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.

2.9 Creditors

Short term creditors are measured at the transaction price.

2.10 Foreign currency translation

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 Statement of income and retained earnings except when deferred in other comprehensive income as qualifying cash flow hedges.

Crossflow Payment Solutions Trading Limited

Notes to the financial statements For the year ended 31 December 2017

2. Accounting policies (continued)

2.11 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.

2.12 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of income and retained earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.13 Interest income

Interest income is recognised in the Statement of income and retained earnings using the effective interest method.

3. Employees

The average monthly number of employees, including directors, during the year was 14 (2016 - 7).

4. Tangible fixed assets

	Computer equipment £
Cost or valuation	
At 1 January 2017	7,847
Additions	5,349
At 31 December 2017	13,196
Depreciation	
At 1 January 2017	5,052
Charge for the year	3,405
At 31 December 2017	8,457
Net book value	
At 31 December 2017	4,739
At 31 December 2016	2,795

Crossflow Payment Solutions Trading Limited

Notes to the financial statements For the year ended 31 December 2017

5. Fixed asset investments

	Investments in subsidiary companies £
Cost or valuation	
Additions	9
At 31 December 2017	<u>9</u>
Net book value	
At 31 December 2017	<u>9</u>
At 31 December 2016	<u>-</u>

During the year Crossflow Payment Solutions Trading Limited acquired 99% of the share capital in Crossflow (Hong Kong) Limited.

6. Debtors

	2017 £	2016 £
Trade debtors	-	18,000
Amounts owed by group undertakings	6,782	-
Other debtors	88,275	68,810
Prepayments	-	16,000
	<u>95,057</u>	<u>102,810</u>

7. Creditors: Amounts falling due within one year

	2017 £	2016 £
Trade creditors	36,537	79,326
Amounts owed to group undertakings	-	771,125
Other taxation and social security	10,012	11,157
Other creditors	22,433	751
Accruals	2,583	2,607
	<u>71,565</u>	<u>864,966</u>

Crossflow Payment Solutions Trading Limited

Notes to the financial statements For the year ended 31 December 2017

8. Creditors: Amounts falling due after more than one year

	2017 £	2016 £
Amounts owed to group undertakings	1,183,824	-
	<u>1,183,824</u>	<u>-</u>

9. Prior year adjustment

The accounts have been restated to incorporate the impact of a misclassification of turnover and cost of sales in the previous year. This has resulted in an increase in turnover in 2016 of £704,319 and an increase in cost of sales £704,319. The adjustment has not resulted in any change in overall profits.

10. Related party transactions

Mr J A Duggan

Director

During the year Mr J A Duggan paid for expenses on behalf of the company totalling £5,000 (2016: £2,072). The amount due to Mr J A Duggan at the year end was £18,354 (2016: £975).

Hauste Finance Limited

Ultimate Parent company

At the balance sheet date the amount due to Hauste Finance Limited was £1,183,824 (2016: £nil).

Crossflow Payment Solutions R&D Limited

Sole shareholder of Crossflow Payment Solutions Trading Limited

During the year Crossflow Payment Solutions R&D Limited paid for expenses on behalf of the company totalling £1,188 (2016: £nil). At the balance sheet date the amount due from Crossflow Payment Solutions R&D Limited was £1,188 (2016: £100).

Crossflow (Hong Kong) Limited

Subsidiary company

During the year the company paid expenses on behalf of Crossflow (Hong Kong) Limited totalling £745 (2016: £nil). At the balance sheet date the amount due from Crossflow (Hong Kong) Limited was £5,594 (2016: £nil).

11. Controlling party

The company is controlled by Crossflow Payment Solutions R&D Limited, a company incorporated in England and Wales. Its ultimate parent company is Hauste Finance Limited, a company incorporated in Ireland. The ultimated controlling party is Mr J A Duggan.