

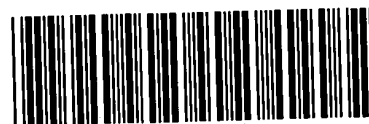
# **ThinkSmart Financial Services Limited**

## **Annual Report and Financial Statements**

**For the Year Ended 30 June 2017**

*Company Number: 05176340*

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**THINKSMART FINANCIAL SERVICES  
LIMITED**

**YEAR ENDED 30 JUNE 2017**

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**THINKSMART FINANCIAL SERVICES  
LIMITED**

**YEAR ENDED 30 JUNE 2017**

**REPORT OF THE DIRECTORS'**

The Directors hereby submit their Report and the accounts for the year ended 30 June 2017.

**Principal activities**

The principal activities of the Company are that of financial lessor, renting equipment through the consumer offering 'Upgrade Anytime'. The Company is a Special Purpose Vehicle that purchases lease agreements from its sister company RentSmart Ltd that originates and services the leases on its behalf.

**Business review**

The Company is legally structured to only accept leases which are ultimately funded through a 5 year Santander £10m loan facility, which was signed in December 2014.

The level of business and the financial position at the end of the financial year were satisfactory. The Company's policy is one of growth and this is expected to be reflected in future results. The profit and loss account is set out on page 6. The profit for the year ended 30 June 2017 of £250,519 (year ended 30 June 2016 £159,464) has been transferred to reserves and there was no dividend declared during the year ended 30 June 2017.

**Going concern**

The directors confirm that they are satisfied that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis for preparing the accounts. In forming their view, the directors have considered the Company's prospects for a period exceeding twelve months, from the date the financial statements were approved.

**Directors**

The directors who held office during the year and up to the date of this report, were as follows:

F de Vicente (resigned 30 April 2017)

K Jones (resigned 01 July 2017)

G Halton

G Grimes (appointed 06 July 2017)

**Political and charitable contributions**

The Company made no political or charitable donations during the year ended 30 June 2017 (2016: £nil).

**Disclosure of information to auditor**

The directors who held office at the date of approval of this director's report confirm that, so far as they are aware, there is no relevant audit information of which the Company's auditor is unaware; and the directors have taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

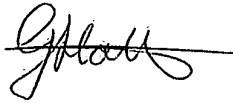
The Directors have also taken advantage of the small companies' exemption from the requirement to prepare a strategic report.

**THINKSMART FINANCIAL SERVICES  
LIMITED**

**YEAR ENDED 30 JUNE 2017**

**REPORT OF THE DIRECTORS (continued)**

By order of the board



Gary Halton

Director

7<sup>th</sup> Floor Oakland House,  
Talbot Road, Old Trafford,  
Manchester, M16 0PQ

Date: 12<sup>th</sup> December 2017

**THINKSMART FINANCIAL SERVICES  
LIMITED**

**YEAR ENDED 30 JUNE 2017**

**STATEMENT OF DIRECTOR'S RESPONSIBILITIES IN RESPECT OF THE  
DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS**

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 they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 101 Reduced Disclosure Framework.

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 these 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 UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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 responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THINKSMART FINANCIAL SERVICES LIMITED**

We have audited the financial statements of ThinkSmart Financial Services Limited for the financial year ended 30 June 2017 which comprise; Statement of total Comprehensive Income, Balance Sheet, Statement of Changes in Equity and related notes, including the accounting policies in note 1.

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 30 June 2017 and of its profit for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 101 *Reduced Disclosure Framework*; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

### **Going concern**

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least twelve months from the date of approval of the financial statements. We have nothing to report in these respects.

### **Directors' report**

The directors are responsible for the directors' report. Our opinion on the financial statements does not cover that report and we do not express an audit opinion thereon.

Our responsibility is to read the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the directors' report;
- in our opinion the information given in that report for the financial year is consistent with the financial statements; and
- in our opinion that report has been prepared in accordance with the Companies Act 2006.

### **Matters on which we are required to report by exception**

Under the Companies Act 2006 we are required 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; or
- the directors were not entitled to take advantage of the small companies exemption from the requirement to prepare a strategic report.

We have nothing to report in these respects.

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THINKSMART FINANCIAL SERVICES LIMITED (continued)**

### **Directors' responsibilities**

As explained more fully in their 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; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

### **The purpose of our audit work and to whom we owe our responsibilities**

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.

*Jessica S.S. Katsouris*

**Jessica Katsouris (Senior Statutory Auditor)  
for and on behalf of KPMG LLP, Statutory Auditor**

*Chartered Accountants  
St Peter's Square  
Manchester  
M2 3AE*

Date: 12<sup>th</sup> December 2017

**THINKSMART FINANCIAL SERVICES  
LIMITED**

**YEAR ENDED 30 JUNE 2017**

**STATEMENT OF TOTAL COMPREHENSIVE INCOME**

	Note	30 June 2017	30 June 2016
		£	£
Turnover	2	1,131,067	1,020,488
<b>Gross profit</b>		<u>1,131,067</u>	<u>1,020,488</u>
Administrative expenses		(543,399)	(513,381)
Impairment losses	7	<u>(144,918)</u>	<u>(146,637)</u>
<b>Operating profit</b>		442,750	360,470
Interest receivable		813	3,610
Interest payable	3	<u>(131,387)</u>	<u>(164,750)</u>
<b>Profit before tax</b>		312,176	199,330
Tax on profit on ordinary activities	4	<u>(61,657)</u>	<u>(39,866)</u>
<b>Profit for the financial year</b>		<u>250,519</u>	<u>159,464</u>
<b>Other comprehensive income net of income tax</b>		-	-
<b>Total comprehensive income for the financial year</b>		<u>250,519</u>	<u>159,464</u>

The profit for the year is derived from continuing operations.

The notes on pages 9 to 15 form an integral part of these financial statements.



**THINKSMART FINANCIAL SERVICES  
LIMITED**

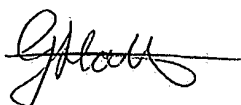
**YEAR ENDED 30 JUNE 2017**

**BALANCE SHEET**

	Note	30 June 2017	30 June 2016
		£	£
<b>Current assets</b>			
Finance lease receivable	6	1,956,159	2,634,152
Cash at bank & in hand		<u>1,319,537</u>	<u>1,622,932</u>
		3,275,696	4,257,084
<b>Non-current assets</b>			
Finance lease receivable	6	1,195,867	1,437,109
<b>Creditors: amounts falling due within one year</b>			
Creditors	8	197,685	188,409
Interest bearing liabilities	9	<u>1,373,140</u>	<u>2,181,634</u>
		1,570,825	2,370,043
<b>Creditors: amounts falling due after more than one year</b>			
Intercompany creditors	10	1,246,010	1,569,160
Interest bearing liabilities	9	<u>839,448</u>	<u>1,190,229</u>
<b>Total non-current liabilities</b>		2,085,458	2,759,389
<b>Net assets</b>		<u>815,280</u>	<u>564,761</u>
<b>Capital and reserves</b>			
Called up share capital	12	400,000	400,000
Profit and loss account		415,280	164,761
<b>Equity shareholders' surplus</b>		<u>815,280</u>	<u>564,761</u>

The notes on pages 9 to 15 form an integral part of these financial statements.

The financial statements on pages 6 to 15 were approved by the board of directors on 12<sup>th</sup> December 2017 and were signed on its behalf by:



Gary Halton (Director)

Company Number 05176340

**THINKSMART FINANCIAL SERVICES  
LIMITED**

**YEAR ENDED 30 JUNE 2017**

**STATEMENT OF CHANGES IN EQUITY**

	Fully paid ordinary shares	Accumulated profit	Equity
	£	£	£
<b>Balance at 1 July 2015</b>	400,000	5,297	405,297
Profit for the year	-	159,464	159,464
Other comprehensive income net of income tax	-	-	-
<b>Total comprehensive income for the financial year</b>	-	159,464	159,464
<b>Balance at 30 June 2016</b>	400,000	164,761	564,761
<b>Balance at 1 July 2016</b>	400,000	164,761	564,761
Profit for the year	-	250,519	250,519
Other comprehensive income net of income tax	-	-	-
<b>Total comprehensive income for the financial year</b>	-	250,519	250,519
<b>Balance at 30 June 2017</b>	400,000	415,280	815,280

The notes on pages 9 to 15 form an integral part of these financial statements.

# THINKSMART FINANCIAL SERVICES LIMITED

YEAR ENDED 30 JUNE 2017

## NOTES TO FINANCIAL STATEMENTS

### 1. Accounting policies

ThinkSmart Financial Services Limited (the "Company") is a company incorporated and domiciled in the UK.

These financial statements were prepared in accordance with Financial Reporting Standard 101 *Reduced Disclosure Framework* ("FRS 101"). The amendments to FRS 101 (2014/15 Cycle) issued in July 2015 and effective immediately have been applied.

In preparing these financial statements, the Company applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU ("Adopted IFRSs"), but makes amendments where necessary in order to comply with Companies Act 2006 and has set out below where advantage of the FRS 101 disclosure exemptions has been taken.

The Company's ultimate parent undertaking, ThinkSmart Ltd incorporated in Australia and listed on the Alternative Investment Market ("AIM"), a sub-market of the London Stock Exchange includes the Company in its consolidated financial statements. The consolidated financial statements of ThinkSmart Ltd prepared in accordance with both Australian Accounting Standards and International Financial Reporting Standards are available to the public and may be obtained from Suite 5, 531 Hay Street, SUBIACO, WA 6008, Australia.

In these financial statements, the Company has applied the exemptions available under FRS 101 in respect of the following disclosures:

- a Cash Flow Statement and related notes;
- Disclosures in respect of transactions with wholly owned subsidiaries;
- Disclosures in respect of capital management;
- The effects of new but not yet effective IFRSs;
- An additional balance sheet for the beginning of the earliest comparative period following the retrospective change in accounting policy, the correction of error, or the reclassification of items in the financial statements;
- Disclosures in respect of the compensation of Key Management Personnel; and
- Disclosures of transactions with a management entity that provides key management personnel services to the Company.

As the consolidated financial statements of ThinkSmart Ltd include the equivalent disclosures, the Company has also taken the exemptions under FRS 101 available in respect of the following disclosures:

- Certain disclosures required by IFRS 13 *Fair Value Measurement* and the disclosures required by IFRS 7 *Financial Instrument Disclosures*.

The Company proposes to continue to adopt the reduced disclosure framework of FRS 101 in its next financial statements. The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

**THINKSMART FINANCIAL SERVICES  
LIMITED**

**YEAR ENDED 30 JUNE 2017**

**NOTES TO FINANCIAL STATEMENTS**

**1.1 Change in accounting policy**

There have been no changes in accounting policies compared to the year ending 30 June 2016.

**1.2 Measurement convention**

The financial statements are prepared on the historical cost basis. Non-current assets and disposal groups held for sale are stated at the lower of previous carrying amount and fair value less costs to sell.

**1.3 Taxation**

The charge for taxation is based on the profit for the year.

**1.4 Finance lease receivables**

The Company has entered into or received full beneficial interest of financing transactions with customers and has classified its leases as finance leases for accounting purposes. Under a finance lease, substantially all the risks and benefits incidental to the ownership of the leased asset are transferred by the lessor to the lessee. The Company recognises at the beginning of the lease term an asset at an amount equal to the aggregate of the present value (discounted at the interest rate implicit in the lease) of the minimum lease payments and an estimate of the value of any unguaranteed residual value expected to accrue to the benefit of the Company at the end of the lease term. This asset represents the Company's net investment in the lease.

Unearned finance lease income

Unearned interest on leases and other receivables is brought to account over the life of the lease contract based on the interest rate implicit in the lease using the effective interest rate method.

Initial direct transaction income and costs

Initial direct income/costs or directly attributable, incremental transaction income/costs incurred in the origination of leases are included as part of receivables in the balance sheet and are amortised in the calculation of lease income and interest income.

Allowance for losses

The collectability of lease receivables is assessed on an on-going basis. A provision is made for losses based on historical rates of arrears and the current delinquency position of the portfolio.

*Impairment of lease receivable*

A financial asset is assessed at each reporting date to determine whether there is any objective evidence that it is impaired. A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset.

In assessing collective impairment, the Company uses modelling of historical trends of the probability of defaults, timing of recoveries and the amount of loss incurred. Impairment losses on assets carried at amortised cost are measured as the difference between the carrying amount of the financial assets and the present value of the estimated future cash flows discounted at the assets original effective interest rate.

Individually significant financial assets are tested for impairment on an individual basis. The remaining financial assets are assessed collectively in groups that share similar credit risk characteristics. All impairment losses are recognised in profit and loss when an asset is either non recoverable or has suffered arrears of at least 91 days.

**THINKSMART FINANCIAL SERVICES  
LIMITED**

**YEAR ENDED 30 JUNE 2017**

**NOTES TO FINANCIAL STATEMENTS (continued)**

**2. Turnover**

Turnover, all of which arose from activities within the United Kingdom, represents income from rental agreements and from associated services.

**Finance lease income**

In accordance with IAS 17 the contracts are considered to be finance leases and the only source of revenue is Finance Lease Income. This Finance Lease Income is recognised on the effective interest rate method at the constant rate of return. This method amortises the lease asset over its economic life down to the estimate of any unguaranteed residual value that is expected to be accrued to the Group at the end of the lease.

*Effective interest method*

The effective interest method is a method of calculating the amortised cost of a financial asset and allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset or, where appropriate, a shorter period.

**Residual interest in equipment (inertia income)**

- Secondary rental income  
Rental income from extended rental assets is recognised when receivable usually on a monthly basis. No ongoing rental income is brought to account in respect of the unexpired rental contracts.
- Income earned from sale of equipment  
Proceeds from the sale of rental assets are brought to account at the time of the sale.

	30 June 2017	30 June 2016
	£	£
Finance lease income	950,156	1,015,517
Secondary rental income	<u>180,911</u>	<u>4,971</u>
	<u><u>1,131,067</u></u>	<u><u>1,020,488</u></u>

**3. Interest**

	30 June 2017	30 June 2016
	£	£
Bank interest	108,064	107,174
Related party interest (see note 10)	<u>23,323</u>	<u>57,576</u>
	<u><u>131,387</u></u>	<u><u>164,750</u></u>

**THINKSMART FINANCIAL SERVICES  
LIMITED**

**YEAR ENDED 30 JUNE 2017**

**NOTES TO FINANCIAL STATEMENTS (continued)**

**4. Tax on profit on ordinary activities**

	<b>30 June 2017</b>	<b>30 June 2016</b>
	<b>£</b>	<b>£</b>
Current tax on income for the year	61,657	39,866
<b>Reconciliation of effective tax rate</b>		
Accounting profit before tax	312,176	199,330
Tax using the UK corporation rate* (2016: 20%)	61,657	39,866

\*The Budget on 8 July 2015 announced changes in the main UK corporation tax rate. During the Year Ending 30 June 2017 the rate was 20% to 31 March 2017 and reduced to 19% from 1 April 2017. The rate will reduce again to 18% from 1 April 2020.

**5. Profit on ordinary activities before taxation is stated after charging:**

The auditor's remuneration of £16,164 (2016: £14,675) is borne by RentSmart Limited.

**6. Finance lease receivable**

<b>Current (no later than 1 year)</b>	<b>30 June 2017</b>	<b>30 June 2016</b>
	<b>£</b>	<b>£</b>
Gross investment in finance lease receivables	1,902,716	2,862,315
Unguaranteed residuals	144,961	229,557
Unearned future finance lease income on finance leases	(65,596)	(420,727)
Net lease receivable	<u>1,982,081</u>	<u>2,671,145</u>
Allowance for losses	<u>(25,922)</u>	<u>(36,993)</u>
	<u><b>1,956,159</b></u>	<u><b>2,634,152</b></u>
 <b>Non-current (later than 1 year, no later than 5 years)</b>		
	<b>30 June 2017</b>	<b>30 June 2016</b>
	<b>£</b>	<b>£</b>
Gross investment in finance lease receivables	1,163,196	1,561,588
Unguaranteed residuals	88,620	125,239
Unearned future finance lease income on finance leases	(40,101)	(229,535)
Net lease receivable	<u>1,211,715</u>	<u>1,457,292</u>
Allowance for losses	<u>(15,848)</u>	<u>(20,183)</u>
	<u><b>1,195,867</b></u>	<u><b>1,437,109</b></u>

All finance leases detailed above have a minimum lease term of 2 years, see note 1.4 for further information on the accounting policy for these finance leases.

**THINKSMART FINANCIAL SERVICES  
LIMITED**

**YEAR ENDED 30 JUNE 2017**

**NOTES TO FINANCIAL STATEMENTS (continued)**

**7. Impairment losses**

	30 June 2017	30 June 2016
	£	£
Balance at 1 July 2016	57,176	14,110
Impairment charge	144,918	146,637
Bad debts written off	<u>(160,324)</u>	<u>(103,571)</u>
Balance at 30 June 2017	<u>41,770</u>	<u>57,176</u>

**8. Creditors**

	30 June 2017	30 June 2016
	£	£
VAT	197,685	147,156
Corporation tax payable	<u>-</u>	<u>41,253</u>
	<u>197,685</u>	<u>188,409</u>

**9. Interest bearing liabilities**

	30 June 2017	30 June 2016
	£	£
Current - Loan advances	1,457,809	2,302,371
Deferred costs of raising facility	<u>(84,669)</u>	<u>(120,737)</u>
	<u>1,373,140</u>	<u>2,181,634</u>
Non-current - Loan advances	891,209	1,256,100
Deferred costs of raising facility	<u>(51,761)</u>	<u>(65,871)</u>
	<u>839,448</u>	<u>1,190,229</u>

A £10m 5 year revolving credit facility was signed with Santander on 15 December 2014 to fund the lease receivables (note 6).

**10. Intercompany creditors**

	30 June 2017	30 June 2016
	£	£
ThinkSmart Europe Limited Loan	1,101,527	1,000,000
RentSmart Limited Loan	<u>144,483</u>	<u>569,160</u>
	<u>1,246,010</u>	<u>1,569,160</u>

The Company is a Special Purpose Vehicle that purchases lease agreements from its sister company RentSmart Ltd that originates and services the leases on its behalf. RentSmart charges the Company a transaction fee for the work involved in generating the lease agreements and also charges the Company an annual rate of 9% interest on the outstanding loan each month.

**THINKSMART FINANCIAL SERVICES  
LIMITED**

**YEAR ENDED 30 JUNE 2017**

**NOTES TO FINANCIAL STATEMENTS (continued)**

**11. Financial instruments**

**Credit risk**

As lessor ThinkSmart Financial Services Limited takes on the credit risk on all contracts. To allow for this ThinkSmart Financial Services Limited sets aside a provision on every live contract to provide for any future defaults. Any contract reaching 91 days in default is impaired with the lease receivable being expensed to the profit and loss. In addition robust credit checks and collections processes combined with continual development of ThinkSmart's market leading IP capability in this area assist in managing and mitigating this risk.

**Liquidity risk**

ThinkSmart Financial Services Limited's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Payment terms on intercompany loans can be amended to reduce any liquidity risks and regular cash forecasts and sensitivities are prepared.

**Currency risk**

ThinkSmart Financial Services Limited is not exposed to any currency risk.

**Interest rate risk**

As the interest rate payable on ThinkSmart Financial Services Limited's loan facility with Santander is variable, and the lease income it receives is fixed, an interest rate swap has been put in place to hedge the potential exposure. As at 30 June 2017 there were £2m of interest rate swaps in place with Santander UK plc to fix the future interest rate exposure on the Santander loan facility (see note 9). The mark to market value of these interest rate swaps as at 30 June 2017 was £3,910 due to the bank.

**Concentration Risk**

ThinkSmart Financial Services Limited's main retail distribution partner in the UK is Dixons Carphone PLC and an exclusive contract for both business sales and consumer sales is in place until 2019 with the Group. Should Dixons cease trading or terminate the exclusive contract with the Group, turnover would be reduced until alternative distribution partners were found. The relationship with Dixons is deemed to be strategically strong and the risk of it being dissolved is considered small.

Funding for ThinkSmart Financial Services Limited ("TFS") is through a 5 year £10m Santander loan facility signed in December 2014. Should Santander not renew/extend the funding contract or facility limit reached TFS would have to find a new funder in order to continue conducting new business. The relationship with Santander is deemed to be strategically strong and the risk of it being dissolved is considered small.



**THINKSMART FINANCIAL SERVICES  
LIMITED**

**YEAR ENDED 30 JUNE 2017**

**NOTES TO FINANCIAL STATEMENTS (continued)**

**12. Called up share capital**

	30 June 2017	30 June 2016
	£	£
<i>Allotted, called up and fully paid</i>		
400,000 (2016: 400,000) ordinary authorised shares of £1 (2016: £1) each	400,000	400,000
Shares classified in shareholders' funds	400,000	400,000

**13. Related parties**

ThinkSmart Financial Services Limited does not hold any interests in any other subsidiaries, associates, joint ventures or other significant holdings.

**14. Ultimate parent undertaking**

100% of the share capital of ThinkSmart Financial Services Limited is held by ThinkSmart Europe Limited, whose ultimate parent company is ThinkSmart Limited. ThinkSmart Limited is incorporated in Australia, and is the largest group in which the results of ThinkSmart Financial Services Limited are included. Copies of these group accounts are available from Suite 5, 531 Hay Street, SUBIACO, WA 6008, Australia.

**15. Events occurring after balance sheet date**

There has not arisen, in the interval between the end of the financial year and the date of this report, any subsequent events.