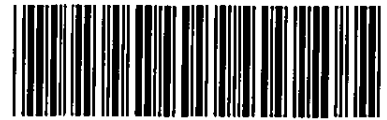


**Company number.
06343600**

**SOUNDCLOUD LIMITED
ABBREVIATED STATUTORY FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010**

**MOORE STEPHENS
CHARTERED ACCOUNTANTS
STATUTORY AUDITORS
OAKLEY HOUSE
HEADWAY BUSINESS PARK
3 SAXON WAY WEST
CORBY
NORTHAMPTONSHIRE
NN18 9EZ**

SATURDAY



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COMPANIES HOUSE

SOUNDCLOUD LIMITED
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010

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AUDITORS' REPORT TO SOUNDCLOUD LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts on pages 2 to 5 together with the full financial statements of Soundcloud Limited for the year ended 31 December 2010, prepared under s 396 of the Companies Act 2006

This report is made solely to the company, in accordance with section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors


The directors are responsible for preparing the abbreviated accounts in accordance with s 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with s 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.


Gerard Mallaghan FCA (Senior Statutory Auditor)
for and on behalf of Moore Stephens
Chartered Accountants
Statutory Auditors
Oakley House
Headway Business Park
3 Saxon Way West
Corby
Northamptonshire
NN18 9EZ


Date 13/1/12

COMPANY NUMBER: 06343600
SOUNDCLOUD LIMITED
ABBREVIATED BALANCE SHEET
AT 31 DECEMBER 2010

	Note	£	2010 £	£	2009 £
Fixed assets					
Intangible assets	2		17,365		12,958
Tangible assets	3		108,854		34,192
			<u>126,219</u>		<u>47,150</u>
Current assets					
Debtors	4	1,299,900		48,536	
Cash at bank and in hand		6,516,018		1,819,541	
		<u>7,815,918</u>		<u>1,868,077</u>	
Creditors					
Amounts falling due within one year		<u>(1,490,659)</u>		<u>(272,193)</u>	
Net current assets			6,325,259		1,595,884
Total assets less current liabilities			<u>6,451,478</u>		<u>1,643,034</u>
Net assets			<u>6,451,478</u>		<u>1,643,034</u>
Capital and reserves					
Called up share capital	5		26,123		20,079
Share premium account			8,804,128		2,615,186
Profit and loss account			(2,378,773)		(992,231)
Shareholders' funds			<u>6,451,478</u>		<u>1,643,034</u>

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime

Approved by the board of directors on 12/1-12 2011 and signed on its behalf


A Ljung - Director

The annexed notes form part of these financial statements

SOUNDCLOUD LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010

1 Accounting policies

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Turnover

Turnover represents income receivable for goods and services provided in the period, exclusive of Value Added Tax and trade discounts

Depreciation of fixed assets

Depreciation is charged from the month of acquisition of an asset to the month of disposal

Depreciation has been computed to write off the cost of fixed assets over their expected useful lives at the following rates -

Plant and machinery	33 3% per annum on a straight line basis
Fixtures and fittings	33 3% per annum on a straight line basis

Debtors

Debtors are shown after providing for any amounts which in the opinion of the directors may not be collected in full

Deferred taxation

Deferred tax assets and liabilities have arisen from timing differences between the recognition of gains and losses in the financial statements and their recognition in a tax computation. Full provision is made for all liabilities, and provision is made for assets to the extent that they are considered more likely than not to be recoverable in the foreseeable future. Provision is made using tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based upon rates enacted at the balance sheet date

Research and development

Expenditure on research and development is written off in the year in which it is incurred

Foreign exchange

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit

Leasing

Leasing rentals payable on agreements which transfer substantially all the risk and rewards associated with ownership of the lessee ("finance leases") are capitalised within fixed assets, and the obligation to pay future rentals included in creditors as a liability. The interest charges implicit in such a lease are written off to the profit and loss account in proportion to the balance outstanding during the year

All other leasing rentals ("operating leases") are written off to the profit and loss account over the life of the lease

SOUNDCLOUD LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010

Intangible assets

Intangible assets are being written off over their estimated economic life of 15 years

2 Intangible fixed assets

	Total £
Cost	
At 1 January 2010	34,192
Additions	14,081
	48,273
At 31 December 2010	48,273
Amortisation	
At 1 January 2010	21,231
Charge for the year	9,324
	30,555
At 31 December 2010	30,555
Net book value	
At 31 December 2010	17,718
At 31 December 2009	12,961

3 Tangible fixed assets

	Total £
Cost	
At 1 January 2010	44,061
Additions	108,062
Reclassifications	(930)
	151,193
At 31 December 2010	151,193
Depreciation	
At 1 January 2010	9,868
Charge for the year	32,471
	42,339
At 31 December 2010	42,339
Net book value	
At 31 December 2010	108,854
At 31 December 2009	34,193

SOUNDCLOUD LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010

4 Debtors

Debtors include an amount of £10,798 (2009 £nil) falling due after more than one year

5 Share capital

	2010	2009
	£	£
Allotted, called up and partly paid		
Ordinary shares of £0.01 each	14,055	14,055
A preferred shares of 0.01 euro each	6,024	6,024
B preferred shares of 0.01 euro each	6,044	-
	<u> </u>	<u> </u>
Allotted during the year:		
	£	£
A preferred shares of 0.01 euro each	-	6,024
B preferred shares of 0.01 euro each	6,044	-
	<u> </u>	<u> </u>

During the year 699,580 B preferred shares of 0.01 euro were issued for a consideration of 10.25 euros each