

Company Registration No. 04240875 (England and Wales)

REGISTRAR OF COMPANIES

MOBILE COMPUTING SYSTEMS LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2011



MOBILE COMPUTING SYSTEMS LIMITED

COMPANY INFORMATION

Directors

R Scott
N A Regan
R Servini
N Kelly
M Yap

(Appointed 17 September 2010)

Secretary

R Scott

Company number

04240875

Registered office

Unit 7
Technium II
Kings Road
Swansea
SA1 8PJ

Auditors

Broomfield & Alexander Limited
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

MOBILE COMPUTING SYSTEMS LIMITED

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MOBILE COMPUTING SYSTEMS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2011

The directors present their report and financial statements for the year ended 30 June 2011

Principal activities

The principal activity of the company continued to be that of computer software and hardware consultancy supply and other related services

In spite of the difficult economic conditions in the Company's core market of UK Construction, Priority1 has continued to attract new customers and projects, using mobile technology to improve quality , safety and delivery processes

Results for the year were pleasing and a significant milestone was reached with the Company generating positive reserves to enable the payment of dividends to investors

Investment in product development remains high and should create further opportunities in 2011/12

Directors

The following directors have held office since 1 July 2010

R Scott
N A Regan
R Servini
N Kelly
M Yap

(Appointed 17 September 2010)

Statement of directors' responsibilities

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 the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 accounting estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

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 also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information

MOBILE COMPUTING SYSTEMS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2011

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006

On behalf of the board

R Scott
Director



26 September 2011

MOBILE COMPUTING SYSTEMS LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF MOBILE COMPUTING SYSTEMS LIMITED

We have audited the financial statements of Mobile Computing Systems Limited for the year ended 30 June 2011 set out on pages 4 to 10. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 in an auditors' 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.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 30 June 2011 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

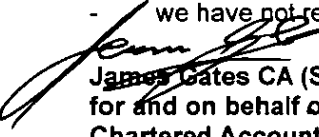
Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us 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.


James Gates CA (Senior Statutory Auditor)
for and on behalf of Broomfield & Alexander Limited
Chartered Accountants
Statutory Auditor

5 October 2011
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

MOBILE COMPUTING SYSTEMS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2011

	Notes	2011 £	2010 £
Turnover		721,676	641,031
Cost of sales		<u>(286,691)</u>	<u>(293,265)</u>
Gross profit		434,985	347,766
Administrative expenses		<u>(338,913)</u>	<u>(287,650)</u>
Operating profit	2	96,072	60,116
Other interest receivable and similar income	3	469	556
Interest payable and similar charges	4	<u>(14,350)</u>	<u>(12,706)</u>
Profit on ordinary activities before taxation		82,191	47,966
Tax on profit on ordinary activities	5	<u>(117)</u>	<u>(275)</u>
Profit for the year	12	<u><u>82,074</u></u>	<u><u>47,691</u></u>

MOBILE COMPUTING SYSTEMS LIMITED

BALANCE SHEET

AS AT 30 JUNE 2011

	Notes	2011 £	£	2010 £	£
Fixed assets					
Tangible assets	7		30,468		48,177
Current assets					
Stocks		-		1,996	
Debtors	8	127,392		145,907	
Cash at bank and in hand		164,111		79,314	
		<u>291,503</u>		<u>227,217</u>	
Creditors. amounts falling due within one year	9	<u>(145,429)</u>		<u>(156,509)</u>	
Net current assets			<u>146,074</u>		<u>70,708</u>
Total assets less current liabilities			<u>176,542</u>		<u>118,885</u>
Creditors. amounts falling due after more than one year	10		<u>(141,250)</u>		<u>(141,250)</u>
			<u>35,292</u>		<u>(22,365)</u>
Capital and reserves					
Called up share capital	11		35,292		35,292
Share premium account	12		-		283,124
Profit and loss account	12		-		(340,781)
Shareholders' funds			<u>35,292</u>		<u>(22,365)</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Approved by the Board for issue on 26 September 2011



R Scott
Director

Company Registration No. 04240875

MOBILE COMPUTING SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2011

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts

1.4 Research and development

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

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows

Computer equipment	33% on cost
Fixtures, fittings & equipment	33% on cost

1.6 Profit recognition on contracting activities

Profit on individual contracts is taken only when their outcome can be foreseen with reasonable certainty, based on the lower of the percentage margin earned to date and that prudently forecast at completion, taking account of agreed claims. Full provision is made for all known or expected losses on individual contracts, taking a prudent view of future claims income, immediately such losses are foreseen

2	Operating profit	2011 £	2010 £
	Operating profit is stated after charging		
	Depreciation of tangible assets	25,684	26,993
	Auditors' remuneration	3,965	3,500
	Directors' remuneration	176,373	153,238
		<u> </u>	<u> </u>

3	Investment income	2011 £	2010 £
	Bank interest	469	556
		<u> </u>	<u> </u>
		469	556
		<u> </u>	<u> </u>

MOBILE COMPUTING SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

4	Interest payable	2011	2010
		£	£
	Included in interest payable is the following amount		
	Dividends paid on preference shares classified as financial liabilities		
	Preference interim paid	5,650	-
	Preference final proposed	5,650	11,300
		<u>11,300</u>	<u>11,300</u>
		<u><u>11,300</u></u>	<u><u>11,300</u></u>
5	Taxation	2011	2010
		£	£
	Domestic current year tax		
	U K corporation tax	117	118
	Adjustment for prior years	-	157
		<u>117</u>	<u>275</u>
	Total current tax	<u><u>117</u></u>	<u><u>275</u></u>
6	Dividends	2011	2010
		£	£
	Dividends on equity shares.		
	A Ordinary final proposed	13,217	-
	Dividends on equity shares		
	A Preference final proposed	11,200	-
		<u>24,417</u>	<u>-</u>
		<u><u>24,417</u></u>	<u><u>-</u></u>

MOBILE COMPUTING SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2011

7 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 July 2010	119,208
Additions	16,018
Disposals	(20,196)
At 30 June 2011	<u>115,030</u>
Depreciation	
At 1 July 2010	71,030
On disposals	(12,152)
Charge for the year	25,684
At 30 June 2011	<u>84,562</u>
Net book value	
At 30 June 2011	<u>30,468</u>
At 30 June 2010	<u>48,177</u>

8 Debtors	2011 £	2010 £
Trade debtors	113,803	131,112
Amounts recoverable on long term contracts	3,300	1,425
Other debtors	10,289	13,370
	<u>127,392</u>	<u>145,907</u>

Included within other debtors are directors' loan accounts of £5,726 (2010 £7,858) which are unsecured, bear interest at 4% and have no set repayment terms

MOBILE COMPUTING SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2011

9	Creditors: amounts falling due within one year	2011 £	2010 £
	Bank loans and overdrafts	-	8,333
	Trade creditors	6,746	28,305
	Taxation and social security	53,823	46,088
	Other creditors	84,860	73,783
		<u>145,429</u>	<u>156,509</u>

In 2010 the bank loan was secured by way of a fixed and floating charge over the assets and liabilities of the company

10	Creditors amounts falling due after more than one year	2011 £	2010 £
	Preference shares classed as a financial liability	<u>141,250</u>	<u>141,250</u>

The cumulative redeemable preference shares are non-equity shares which carry an entitlement to a dividend, which if not paid will be accrued for and paid to the holders of these shares at the date of redemption. They were redeemable between June 2008 and 2010. Redemption will only take place when the company has sufficient distributable reserves or as agreed with preference shareholders.

11	Share capital	2011 £	2010 £
	Allotted, called up and fully paid		
	402 Ordinary of 50p each	201	201
	182 'A' Ordinary of 50p each	91	91
	70,000 'A' Preference of 50p each	35,000	35,000
		<u>35,292</u>	<u>35,292</u>

According to the shareholders agreement and articles of association the profits of the company available by law for distribution in respect of the financial year shall be applied as follows:

- the company shall pay to the members holding 'A' Ordinary Shares a cumulative preferential net cash dividend which is equal to a per centum of net profits for the relevant financial year commencing 1 July 2006.

The cumulative dividends due in accordance with the shareholders' agreement would be £34,369. However, the company had only positive net earnings of £13,217. Therefore, dividends on the 'A' Ordinary Shares to the amount of £13,217 have been declared in the year, leaving cumulative dividends due of £21,153.

MOBILE COMPUTING SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

12 Statement of movements on reserves

	Share premium account £	Profit and loss account £
Balance at 1 July 2010	283,124	(340,781)
Profit for the year	-	82,074
Share premium - transfer to reserves	(283,124)	283,124
Dividends paid	-	(24,417)
Balance at 30 June 2011	-	-

13 Transactions with directors

The following directors had loans during the year at which interest at 4% was charged

	Amount outstanding		Maximum
	2011 £	2010 £	in year £
R Scott	5,725	7,858	7,858

14 Related party transactions

During the year the company made sales to Opco Limited amounting to the value of £12,076. The companies are related by virtue of a common director.

The balance due to Mobile Computing Systems Limited at the year end was £792.