

REGISTRAR OF COMPANIES

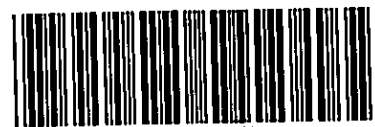
Company Registration No 04240875 (England and Wales)

MOBILE COMPUTING SYSTEMS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

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MOBILE COMPUTING SYSTEMS LIMITED

COMPANY INFORMATION

Directors	R Scott R Servini M Yap
Secretary	R Scott
Company number	04240875
Registered office	Unit 7 Technium 2 Kings Road SWANSEA UK SA1 8PJ
Auditors	Broomfield & Alexander Limited Ty Derw Lime Tree Court Cardiff Gate Business Park CARDIFF UK CF23 8AB

MOBILE COMPUTING SYSTEMS LIMITED

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MOBILE COMPUTING SYSTEMS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2013

The directors present their report and financial statements for the year ended 30 June 2013

Principal activities

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

Earlier this year the company released a new product version for use with Android Tablets. Product branding, marketing collateral, web and social media were overhauled to reflect our transition and support of new technology

The Company delivered a strong set of results for the financial year. Priority1 sales continued to grow as more customers recognised the benefits of mobile technology for managing quality, safety and delivery on their construction projects

Several collaboration opportunities exist with providers of complementary services within the construction sector and these will be pursued in the year ahead

During the year several leading construction companies made significant long term commitments to product by signing enterprise agreements and rolling out our software as a standard operational tool across their entire business

Sufficient profit and cash reserves were created to allow for the payment of all outstanding dividends and the company repaid all outstanding Preference Shares which left the company debt free

Restructuring and strengthening of the Management Team was successfully completed

Purchase of own shares

On 23 May 2013 94,167 cumulative redeemable preference shares of £1 each were redeemed at a premium of 20%. Total consideration of £113,000 was paid to the shareholder. This transaction accounted to two thirds of the total cumulative redeemable preference shares, which have now been fully redeemed

On 28 June 2013 the company also repurchased the 75,000 A preference shares at their par value of £0.50

Directors

The following directors have held office since 1 July 2012

R Scott
R Servini
M Yap
N Regan

(Resigned 22 February 2013)

X

MOBILE COMPUTING SYSTEMS LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2013

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.

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

30/08/13

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 2013 set out on pages 5 to 12. The financial reporting framework that has been applied in their preparation is applicable law and the "Financial Reporting Standard" for "Smaller Entities" (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 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 pages 1 - 2, 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 and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the 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. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 2013 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, 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.

MOBILE COMPUTING SYSTEMS LIMITED

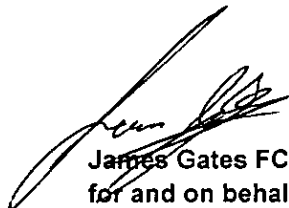
INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF MOBILE COMPUTING SYSTEMS LIMITED

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, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report



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

3 September 2013

Chartered Accountants
Statutory Auditor

Ty Derw
Lime Tree Court
Cardiff Gate Business Park
CARDIFF
UK
CF23 8AB

MOBILE COMPUTING SYSTEMS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2013

	Notes	2013 £	2012 £
Turnover		894,414	896,423
Cost of sales		(345,548)	(393,564)
Gross profit		<u>548,866</u>	<u>502,859</u>
Administrative expenses		(390,193)	(354,345)
Operating profit	2	<u>158,673</u>	<u>148,514</u>
Other interest receivable and similar income	3	-	312
Interest payable and similar charges	5	(6,718)	(10,359)
Profit on ordinary activities before taxation		<u>151,955</u>	<u>138,467</u>
Tax on profit on ordinary activities	4	2,699	(2,137)
Profit for the year	14	<u><u>154,654</u></u>	<u><u>136,330</u></u>

MOBILE COMPUTING SYSTEMS LIMITED

BALANCE SHEET

AS AT 30 JUNE 2013

	Notes	2013		2012	
		£	£	£	£
Fixed assets					
Intangible assets	7		126,218		-
Tangible assets	8		33,185		46,488
			<u>159,403</u>		<u>46,488</u>
Current assets					
Stocks	9	1,047		2,728	
Debtors	10	195,706		167,567	
Cash at bank and in hand		127,913		134,868	
		<u>324,666</u>		<u>305,163</u>	
Creditors: amounts falling due within one year	12	(291,207)		(138,132)	
Net current assets			<u>33,459</u>		<u>167,031</u>
Total assets less current liabilities			<u>192,862</u>		<u>213,519</u>
Creditors: amounts falling due after more than one year	11		-		(94,167)
Provisions for liabilities			-		(2,511)
			<u>192,862</u>		<u>116,841</u>
Capital and reserves					
Called up share capital	13		292		35,292
Other reserves	14		176,250		47,083
Profit and loss account	14		16,320		34,466
Shareholders' funds			<u>192,862</u>		<u>116,841</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and the Financial Reporting Standard for Smaller Entities (effective April 2008)

Approved by the Board for issue on 30/3/13



R Scott
Director

Company Registration No. 04240875

MOBILE COMPUTING SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

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

Development costs relating to the continued development of the Priority1 product have been capitalised in the year and will be amortised over a three year period

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 Stock and work in progress

Stock is valued at the lower of cost and net realisable value. Net realisable value represents estimated selling price less costs to sell

1.7 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	2013	2012
	£	£
Operating profit is stated after charging		
Amortisation of intangible assets	20,358	-
Depreciation of tangible assets	26,211	21,175
Auditors' remuneration	4,100	4,050
Directors' remuneration	154,644	181,362
Compensation for loss of office paid to directors	26,133	-
	<u>211,446</u>	<u>206,587</u>

MOBILE COMPUTING SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2013

3	Investment income	2013	2012
		£	£
	Bank interest	-	131
	Other interest	-	181
		<u>-</u>	<u>312</u>
		<u><u>-</u></u>	<u><u>312</u></u>
4	Taxation	2013	2012
		£	£
	Domestic current year tax		
	U K corporation tax	-	62
	Adjustment for prior years	(188)	(436)
		<u>(188)</u>	<u>(374)</u>
	Total current tax	(188)	(374)
	Origination and reversal of timing differences	(2,511)	2,511
		<u>(2,699)</u>	<u>2,137</u>
		<u><u>(2,699)</u></u>	<u><u>2,137</u></u>
5	Interest payable	2013	2012
		£	£
	Included in interest payable is the following amount		
	Dividends paid on preference shares classified as financial liabilities		
	Preference interim paid	6,718	6,592
	Preference final paid	-	3,767
		<u>6,718</u>	<u>10,359</u>
		<u><u>6,718</u></u>	<u><u>10,359</u></u>
6	Dividends	2013	2012
		£	£
	Dividends on equity shares.		
	A Ordinary paid	-	21,152
	A Ordinary final proposed	22,000	21,412
		<u>22,000</u>	<u>42,564</u>
		<u><u>22,000</u></u>	<u><u>42,564</u></u>
	Dividends on equity shares:		
	A Preference interim paid	1,400	1,400
	A Preference final paid	1,400	1,400
		<u>2,800</u>	<u>2,800</u>
		<u><u>2,800</u></u>	<u><u>2,800</u></u>
		<u><u>24,800</u></u>	<u><u>45,364</u></u>

MOBILE COMPUTING SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2013

7 Intangible fixed assets

	Development Costs £
Cost	
At 1 July 2012	-
Additions	146,576
	<u>146,576</u>
At 30 June 2013	146,576
Amortisation	
At 1 July 2012	-
Charge for the year	20,358
	<u>20,358</u>
At 30 June 2013	20,358
Net book value	
At 30 June 2013	126,218
	<u>126,218</u>
At 30 June 2012	-
	<u>-</u>

8 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 July 2012	140,266
Additions	13,675
Disposals	(1,904)
	<u>152,037</u>
At 30 June 2013	152,037
Depreciation	
At 1 July 2012	93,778
On disposals	(1,137)
Charge for the year	26,211
	<u>118,852</u>
At 30 June 2013	118,852
Net book value	
At 30 June 2013	33,185
	<u>33,185</u>
At 30 June 2012	46,488
	<u>46,488</u>

MOBILE COMPUTING SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2013

9	Stocks and work in progress	2013	2012
		£	£
	Stocks	1,047	2,728
		<u> </u>	<u> </u>

10	Debtors	2013	2012
		£	£
	Trade debtors	187,742	158,591
	Amounts recoverable on contracts	3,125	1,825
	Other debtors	4,839	7,151
		<u> </u>	<u> </u>
		<u>195,706</u>	<u>167,567</u>

Included within other debtors are directors' loan accounts of £1,406 (2012 £3,506) which are unsecured and no interest is charged

11	Creditors amounts falling due after more than one year	2013	2012
		£	£
	Preference shares classed as a financial liability	-	94,167
		<u> </u>	<u> </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.

On 22 May 2013 94,167 cumulative redeemable preference shares of £1 each were redeemed at a premium of 20%. Total consideration of £113,000 was paid to the shareholder. This transaction accounted for the remaining redeemable preference shares.

MOBILE COMPUTING SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

12 Creditors amounts falling due within one year	2013 £	2012 £
Trade creditors	9,781	16,494
Taxation and social security	108,468	74,750
Other creditors	172,958	46,888
	<u>291,207</u>	<u>138,132</u>

13 Share capital	2013 £	2012 £
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
	<u>292</u>	<u>35,292</u>

On 28 June 2013 70,000 A preference shares were redeemed at par value of £0 50

14 Statement of movements on reserves

	Other reserves (see below) £	Profit and loss account £
Balance at 1 July 2012	47,083	34,466
Profit for the year	-	154,654
Purchase of own shares	-	(148,000)
Dividends paid	-	(24,800)
Movement during the year	<u>129,167</u>	<u>-</u>
Balance at 30 June 2013	<u>176,250</u>	<u>16,320</u>
Other reserves		
Capital redemption reserve		
Balance at 1 July 2012	47,083	
Capital redemption reserve movement	<u>129,167</u>	
Balance at 30 June 2013	<u>176,250</u>	

MOBILE COMPUTING SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2013

15 Related party relationships and transactions

During the year the company was charged consultancy fees of £10,200 (2012 £nil) by a director of the company, M Yap. At the year end the company owed £2,250 (2012 £nil) to M Yap.

The company paid dividends on preference shares of £1,800 to M Yap, and £1,000 to R Servini, both are directors of the company.