

JCE CAPITAL LIMITED

DIRECTOR'S REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2016

—

JCE CAPITAL LIMITED
CONTENTS

| | |
|-----------------------------------|---|
| Company Information | <u>1</u> |
| Director's Report | <u>2</u> |
| Profit and Loss Account | <u>3</u> |
| Balance Sheet | <u>4</u> |
| Notes to the Financial Statements | <u>5</u> to <u>10</u> |

JCE CAPITAL LIMITED

COMPANY INFORMATION

Director

J Eriksson

Company secretary

Goodwille Limited

Registered office

St James House
13 Kensington Square
London
W8 5HD

Accountants

Harmer Slater Limited
Chartered Accountants
Salatin House
19 Cedar Road
Sutton
Surrey
SM2 5DA

**JCE CAPITAL LIMITED
DIRECTOR'S REPORT
FOR THE YEAR ENDED 30 JUNE 2016**

The director presents his report and the unaudited [financial statements](#) for the year ended 30 June 2016.

Principal activity

The principal activities of the company are acting as the parent of a Swedish group of trading and property investment undertakings and providing services to those undertakings and investing in other quoted and unquoted investments and securities.

Director of the company

The director who held office during the year and up to the date of signing these financial statements was as follows:

J Eriksson

Small company provisions

The director has taken advantage of the small companies' exemptions provided by sections 414B and 415A of the Companies Act 2006 from the requirement to prepare a strategic report and in preparing the [Director's Report](#) on the grounds that the company is entitled to prepare its accounts for the year in accordance with the small companies regime.

Approved by the director on 20 March 2017

.....
J Eriksson
Director

JCE CAPITAL LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2016

| | Note | 2016 £ | 2015 £ |
|--|--------------------------|-----------------------|----------------------|
| Turnover | | 291,655 | 445,351 |
| Administrative expenses | | <u>4,607</u> | <u>(120,570)</u> |
| Operating profit | <u>2</u> | 296,262 | 324,781 |
| Income from other fixed asset investments | | 8,279 | 5,687 |
| Other interest receivable and similar income | | - | 7,558 |
| Amounts written off investments | | (72,716) | (226,616) |
| Interest payable and similar charges | | <u>(1,024)</u> | <u>(3,357)</u> |
| Profit on ordinary activities before taxation | | 230,801 | 108,053 |
| Tax on profit or loss on ordinary activities | <u>4</u> | <u>(71,991)</u> | <u>(31,959)</u> |
| Profit for the financial year | <u>9</u> | <u><u>158,810</u></u> | <u><u>76,094</u></u> |

The notes on pages [5](#) to [10](#) form an integral part of these financial statements.

JCE CAPITAL LIMITED
(REGISTRATION NUMBER: 05487891)
BALANCE SHEET AS AT 30 JUNE 2016

| | Notes | 2016 £ | 2015 £ |
|---|-------------------|-----------|-----------|
| Fixed assets | | | |
| Investments | 5 | 809,305 | 904,984 |
| Current assets | | | |
| Debtors | 6 | 83,509 | 261 |
| Cash at bank | | 876,425 | 450,333 |
| | | 959,934 | 450,594 |
| Creditors: Amounts falling due within one year | 7 | (302,901) | (48,050) |
| Net current assets | | 657,033 | 402,544 |
| Net assets | | 1,466,338 | 1,307,528 |
| Capital and reserves | | | |
| Called up share capital | 8 | 1 | 1 |
| Profit and loss reserve | 9 | 1,466,337 | 1,307,527 |
| Shareholder's funds | | 1,466,338 | 1,307,528 |

The financial statements have been prepared in accordance with the special provisions in Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

For the year ending 30 June 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The member has not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Approved and authorised for issue by the director on 20 March 2017

.....
J Eriksson
Director

The notes on pages [5](#) to [10](#) form an integral part of these financial statements.

JCE CAPITAL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016
(CONTINUED)

1 ACCOUNTING POLICIES

Going concern

No material uncertainties that may cast significant doubt about the ability of the company to continue as a going concern have been identified by the director.

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 2006 and the Financial Reporting Standard for Smaller Entities (effective January 2015). A summary of the significant accounting policies which have been consistently applied in the current and the preceding year is set out below.

Exemption from preparing a cash flow statement

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirements to prepare such a statement under Financial Reporting Standard for Smaller Entities (effective January 2015) .

Exemption from preparing group accounts

The financial statements contain information about JCE Capital Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399 of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Turnover

Turnover represents fund management fees receivable and profit and losses arising on disposal of listed securities.

Fixed asset investments

Fixed asset investments are initially measured at cost and are stated at historical cost less provision for any permanent diminution in value.

Taxation

Corporation tax payable is provided on taxable profits at the current rate of tax. Deferred tax is provided in full on timing differences which represent a liability at the balance sheet date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income or expenditure in tax computations in periods different from those in which they are included in the financial statements. Deferred tax assets and liabilities are not discounted.

JCE CAPITAL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016
(CONTINUED)

1 ACCOUNTING POLICIES (CONTINUED)

Foreign currencies

Transactions in foreign currencies are recorded at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the closing rates at the balance sheet date. All exchange differences are included in the profit and loss account.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

2 OPERATING PROFIT

Operating profit is stated after charging/(crediting):

| | 2016 £ | 2015 £ |
|---------------------------------|-------------------------|-------------------------|
| Foreign currency (gains)/losses | <u>(80,187)</u> | <u>74,830</u> |

3 DIRECTOR'S REMUNERATION

No remuneration was paid to the director during the year (2015: £nil).

JCE CAPITAL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016
(CONTINUED)

4 TAXATION

Tax on profit on ordinary activities

| | 2016 | 2015 |
|------------------------|----------------------|----------------------|
| | £ | £ |
| Current tax | | |
| Corporation tax charge | <u>71,991</u> | <u>31,959</u> |
| Total current tax | <u><u>71,991</u></u> | <u><u>31,959</u></u> |

Factors affecting current tax charge for the year

Tax on profit on ordinary activities for the year is higher than (2015 - higher than) the standard rate of corporation tax in the UK of 20% (2015 - 20.75%).

The differences are reconciled below:

| | 2016 | 2015 |
|---|----------------------|----------------------|
| | £ | £ |
| Profit on ordinary activities before taxation | <u>230,801</u> | <u>108,053</u> |
| Corporation tax at standard rate | 46,160 | 22,422 |
| Non-taxable income | (1,656) | (1,180) |
| Expenses not deductible for tax purposes | 25,663 | 54,284 |
| Indexation of chargeable gains | - | (97) |
| Capital losses carried forward/(utilised) | 1,824 | (43,086) |
| Marginal relief | <u>-</u> | <u>(384)</u> |
| Total current tax | <u><u>71,991</u></u> | <u><u>31,959</u></u> |

JCE CAPITAL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016
(CONTINUED)

5 INVESTMENTS HELD AS FIXED ASSETS

| | 2016 £ | 2015 £ |
|------------------------------|-------------------------|-------------------------|
| Shares in group undertakings | 2,354 | 2,354 |
| Other investments | <u>806,951</u> | <u>902,630</u> |
| | <u><u>809,305</u></u> | <u><u>904,984</u></u> |

Additional information is as follows:

| | Shares in group undertakings £ | Listed non- group securities £ | Unlisted non-group shares £ | Total £ |
|---------------------------------|---|---|--|-----------------------|
| Cost | | | | |
| At 1 July 2015 | 2,354 | 528,460 | 472,983 | 1,003,797 |
| Disposals | <u>-</u> | <u>(22,963)</u> | <u>(58,160)</u> | <u>(81,123)</u> |
| At 30 June 2016 | <u>2,354</u> | <u>505,497</u> | <u>414,823</u> | <u>922,674</u> |
| Provision for impairment | | | | |
| At 1 July 2015 | - | (49,770) | (49,043) | (98,813) |
| Charge for the year | - | (63,599) | - | (63,599) |
| Eliminated on disposal | <u>-</u> | <u>-</u> | <u>49,043</u> | <u>49,043</u> |
| At 30 June 2016 | <u>-</u> | <u>(113,369)</u> | <u>-</u> | <u>(113,369)</u> |
| Net book value | | | | |
| At 30 June 2016 | <u><u>2,354</u></u> | <u><u>392,128</u></u> | <u><u>414,823</u></u> | <u><u>809,305</u></u> |
| At 30 June 2015 | <u><u>2,354</u></u> | <u><u>478,690</u></u> | <u><u>423,940</u></u> | <u><u>904,984</u></u> |

At 30 June 2016

JCE CAPITAL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016
(CONTINUED)

5 INVESTMENTS HELD AS FIXED ASSETS (CONTINUED)

Details of undertakings

The company holds more than 20% of the share capital of the following companies:

| Subsidiary undertakings | Country of incorporation | Class | Principal activity | % |
|--------------------------------|---------------------------------|--------------|---------------------------|----------|
| JCE Sweden I AB | Sweden | Ordinary | Investment | 50% |

The financial period end of JCE Sweden I AB is 31 August 2015. The loss for the financial period of JCE Sweden I AB was (£5,069) and the aggregate amount of capital and reserves at the end of the period was £2,863.

Listed investments

The company held bonds and securities with a net book value of £392,128 (2015: £478,690) and a market value of £452,260 (2015: £445,925) at the year end.

6 DEBTORS

| | 2016 £ | 2015 £ |
|------------------------------------|-------------------------|-------------------------|
| Amounts owed by group undertakings | 83,248 | - |
| Prepayments | <u>261</u> | <u>261</u> |
| | <u><u>83,509</u></u> | <u><u>261</u></u> |

7 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2016 £ | 2015 £ |
|------------------------------|-------------------------|-------------------------|
| Trade creditors | 99 | 36 |
| Corporation tax | 72,000 | 39,950 |
| Director's current account | 74 | 64 |
| Accruals and deferred income | <u>230,728</u> | <u>8,000</u> |
| | <u><u>302,901</u></u> | <u><u>48,050</u></u> |

JCE CAPITAL LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016
(CONTINUED)

8 SHARE CAPITAL

Allotted, called up and fully paid

| | 2016 | | 2015 | |
|----------------------|-------------|----------|-------------|----------|
| | No. | £ | No. | £ |
| Ordinary share of £1 | 1 | | 1 | |
| | <u>1</u> | | <u>1</u> | |

9 RESERVES

| | Profit and loss reserve £ |
|---------------------|--|
| At 1 July 2015 | 1,307,527 |
| Profit for the year | <u>158,810</u> |
| At 30 June 2016 | <u><u>1,466,337</u></u> |

10 RELATED PARTY TRANSACTIONS

Vidici Fund 1 AB (formerly called Nordic Private Equity Fund 1 Sweden AB) is under the control of JCE Sweden AB. During the year the company charged Vidici fund management fees amounting to SEK 3,542,919. At 30 June 2016 the company was owed SEK 542,919 (2015: Nil) by Vidici. The indebtedness is interest free and repayable on demand.

Lendify AB is under the control of JCE Sweden 1 AB. During the year the company charged Vidici fund management fees amounting to SEK 2,491,473. At 30 June 2016 the company was owed SEK 402,864 (2015: Nil) by Lendify AB. The indebtedness is interest free and repayable on demand.

At 30 June 2016 the company owed J Eriksson, the director, SEK 843 (2015: SEK 843). The loan is interest free, unsecured and has no fixed repayment date.

11 CONTROL

The company is controlled by the director who owns 100% of the called up share capital.