

**ALDERNEY eGAMBLING LIMITED**

**FINANCIAL STATEMENTS 2014**

**FOR INFORMATION PURPOSES**

# **Alderney eGambling Limited**

## **Directors' report and financial statements**

**For the year ended 31 December 2014**

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# **Alderney eGambling Limited**

## **Directors' report**

### **For the year ended 31 December 2014**

#### **Directors' report**

The Directors' presents their report and financial statements for the year ended 31 December 2014.

#### **Principal activities**

The primary purpose of Alderney eGambling Limited is to promote the jurisdiction of Alderney as a regulated environment for companies engaged in the electronic provisions of gambling services and to encourage them to base themselves in and to submit themselves to the licensing regime operated by the Alderney Gambling Control Commission.

This promotion takes several forms including attendance at trade shows and conferences, contact with professional advisers and directly with operators wherever they may be based. A marketing group, named Team Alderney, has also been formed with relevant service providers from the telecommunications, legal and fiduciary sector within the Bailiwick who contribute to the expenses of participating in relevant in events in return for their attendance alongside the Company.

#### **Incorporation**

The Company was registered in Alderney, Channel Islands on 5 October 2009 under The Companies (Alderney) Law, 1994, registration number 1763.

#### **Directors**

The directors who held office during the year were as follows:

Robin Andrew Le Prevost	Chief Executive
Francis Simonet	Chairman
Matthew James Birmingham	Director
Robert McDowall	Director - appointed 28 January 2015
Mark Smith	Director - appointed 28 January 2015
Robert Neil Harvey	Director - resigned 28 January 2015

#### **Secretary**

Simon Dent commenced as Company Secretary on 1 December 2014.

#### **Statement of Directors' responsibilities in respect of the Directors' report and the financial statements**

Company law requires the directors to prepare financial statement for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law.

The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit of loss of the company for that year.

In preparing those 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 accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements: and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

# Alderney eGambling Limited

## Directors' report

### For the year ended 31 December 2014

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with The Companies (Alderney) Law, 1994. They 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.

#### Disclosure of information to auditors

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

#### Auditors

KPMG Channel Islands Limited were reappointed as auditor of the Company during the period. A resolution for the re-appointment of KPMG Channel Islands Limited as auditor of the Company will be proposed at the AGM.

By order of the Board



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Director

On behalf of Alderney eGambling Limited

Date: 16/3/2015



## **Independent auditor's report to the members of Alderney eGambling Limited**

We have audited the financial statements of Alderney eGambling Limited (the "Company") for the year ended 31 December 2014 which comprise the Balance Sheet, the Profit and Loss Account and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards.

This report is made solely to the Company's members, as a body, in accordance with section 79 of the Companies (Alderney) Law, 1994. 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.

### **Respective responsibilities of directors and auditor**

As explained more fully in the Statement of Directors' Responsibilities 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 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 (APB'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 Board of 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 and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 31 December 2014 and of its surplus for the year then ended in accordance with United Kingdom Accounting Standards and are properly prepared in accordance with Companies (Alderney) Law, 1994.



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

We have nothing to report in respect of the following matters where the Companies (Alderney) Law, 1994 requires us to report to you if, in our opinion:

- proper accounting records in accordance with section 74 have not been kept; or
- the balance sheet or the profit and loss account is not in agreement with the accounting records;  
or
- the director's report is inconsistent with the balance sheet or the profit and loss account; or
- we have failed to obtain all access, information and explanations necessary for the audit.

*KPMG Channel Islands Limited*

KPMG Channel Islands Limited

*Chartered Accountants*

*18 March 2015*

## Alderney eGambling Limited

### Profit and loss account

For the year ended 31 December 2014

	Notes	2014 £	2013 £
<b>Income</b>			
Income from the States of Alderney	1	261,302	232,770
Team Alderney income		120,000	142,500
<b>Total income</b>		<u>381,302</u>	<u>375,270</u>
<b>Expenditure</b>	1		
Salaries and wages		139,183	140,557
Accountancy fees		500	-
Travel and entertainment		19,891	29,567
Team Alderney expenses		143,080	132,161
Conference costs		34,786	7,762
Advertising		5,436	20,646
Administrative costs		4,339	6,921
Website		1,755	2,045
Other expenditure		(740)	4,877
Depreciation	2	16,520	7,008
<b>Total expenditure</b>		<u>364,750</u>	<u>351,544</u>
<b>Surplus for the year</b>		<u>16,552</u>	<u>23,726</u>

All profits are generated from continuing operations.

The Company has no other gains or losses other than the surplus for the year.

The notes on pages 7 and 8 form an integral part of these financial statements.

# Alderney eGambling Limited

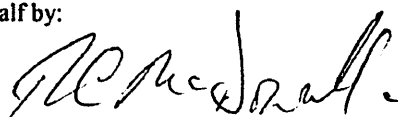
## Balance sheet

As at 31 December 2014

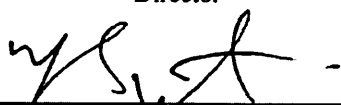
	Notes	2014 £	2013 £
<b>Fixed assets</b>			
Stand	2	<u>27,535</u>	<u>44,055</u>
<b>Total fixed assets</b>		<u>27,535</u>	<u>44,055</u>
<b>Current assets</b>			
Cash and cash equivalents		19,059	9,915
Debtors and prepayments		28,972	12,067
Accounts receivable		<u>15,000</u>	<u>7,500</u>
<b>Total current assets</b>		<u>63,031</u>	<u>29,482</u>
<b>Current liabilities</b>			
Creditors		17,737	22,620
Accounts payable		<u>6,884</u>	<u>1,524</u>
<b>Total current liabilities</b>		<u>24,621</u>	<u>24,144</u>
<b>Net assets</b>		<u>65,945</u>	<u>49,393</u>
<b>Capital and reserves:</b>			
Ordinary shares		1	1
Profit and loss reserves	5	<u>65,944</u>	<u>49,392</u>
<b>Shareholders' funds</b>		<u>65,945</u>	<u>49,393</u>

The notes on pages 7 and 8 form an integral part of these financial statements.

The financial statements on pages 5 to 8 were approved by the Board of Directors on 16 March 2015 and are signed on their behalf by:



Director



Director



# Alderney eGambling Limited

## Notes to the financial statements

For the year ended 31 December 2014

### 1 Basis of accounting

#### Accounting policies

The Financial Statements have been prepared under the historical cost convention and in accordance with applicable UK Accounting Standards.

#### Going concern

The financial statements show a surplus as at 31 December 2014. The income from the States of Alderney for 2015 will be increased from 2014. The Directors consider it appropriate to prepare the financial statement on a going concern basis.

#### Depreciation

Depreciation is calculated using a straight-line method at the following rate:

- Computer equipment	33% per annum
- Stand	33% per annum

#### Income

Income from the States of Alderney, Team Alderney and Members is income accounted for on an accruals basis. The income received from the States of Alderney for 2014 was £261,302 (2013: £232,770).

#### Cash flow statement

Under Financial Reporting Standard No. 1 Alderney eGambling Limited is exempt from the requirements to prepare a cash flow statement on the grounds of its size.

#### Expenditure

Expenses are accounted for on an accruals basis.

### 2 Fixed assets

	Computer equipment	Stand	Total
<b>Cost or valuation</b>			
As at 1 January 2014	£ 3,157	£ 55,518	£ 58,675
Additions	-	-	-
As at 31 December 2014	<u>3,157</u>	<u>55,518</u>	<u>58,675</u>
<b>Depreciation</b>			
As at 1 January 2014	3,157	11,463	14,620
Charge for the year	-	16,520	16,520
As at 31 December 2014	<u>3,157</u>	<u>27,983</u>	<u>31,140</u>
<b>Net book value</b>			
As at 31 December 2014	<u>-</u>	<u>27,535</u>	<u>27,535</u>

### 3 Guernsey Income Tax

Alderney eGambling Limited is taxable at 0%.

# Alderney eGambling Limited

## Notes to the financial statements

### For the year ended 31 December 2014

#### 4 Share Capital

There are 10,000 authorised ordinary shares of £1 each. One share of £1 has been issued and fully paid as at 31 December 2014.

#### 5 Reconciliation of movements in capital and reserves

	Share capital	Profit and loss reserves	Total
	£	£	£
Balance as at 31 December 2013	1	49,392	49,393
Surplus for the year	-	16,552	16,552
<b>Balance as at 31 December 2014</b>	<b>1</b>	<b>65,944</b>	<b>65,945</b>

#### 6 Related party transactions

The States of Alderney is the ultimate Shareholder of the Company and each year it provides the Company with funds in order to cover the expenditure incurred in running the Company. During the year Alderney eGambling Limited received £261,302 from the States of Alderney. There were no balances owing to or from the States of Alderney as at 31 December 2014.

#### 7 Ultimate controlling party

100% of the share capital is held by the States of Alderney and therefore they are the ultimate controlling party.

**ALDERNEY eGAMBLING ADVISERS LIMITED**

**ACCOUNTS 2014**

**FOR INFORMATION PURPOSES**

**PLEASE NOTE THE FINANCIAL STATEMENTS HAVE YET TO RECEIVE AUDIT CLEARANCE AND ARE  
SUBJECT TO APPROVAL BY THE DIRECTORS AT ITS NEXT SCHEDULED MEETING**

**Alderney eGambling Advisers Ltd**

**Balance sheet at 31st December 2014**

	<b>Note</b>	<b>At 31.12.14 £</b>
<b>Current Assets</b>		
RBS UK current account		307
Natwest Guernsey current account		7,142
		<u>7,448</u>
<b>Current liabilities</b>		
Accruals	3	4,000
		<u>3,448</u>
<b>Total assets less current liabilities</b>		<u>3,448</u>
<b>Retained surplus</b>		<u>3,448</u>

## Alderney eGambling Advisers Ltd

### Income statement for the period from 1st January 2014 to 31st December 2014

	<b>Note</b>	<b>For the period from 01.01.14 To 31.12.14 £</b>
<b>Income</b>		
Distributions received from States of Alderney		32,999
		<hr/> <hr/> 32,999
<b>Expenditure</b>		
Staff costs	1	19,397
Company Fees		1,156
Postage and stationery		150
Bank Charges		112
Conferences and general travel	2	3,042
Administrative support		600
Audit fees		4,000
Insurance		1,095
		<hr/> <hr/> 29,551
<b>Net Surplus</b>		<hr/> <hr/> <b>3,448</b>