

REGISTERED NUMBER: 06228885 (England and Wales)

**STRATEGIC REPORT,
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018
FOR
CORONA CORPORATE SOLUTIONS LIMITED**



**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

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CORONA CORPORATE SOLUTIONS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2018**

DIRECTORS:

J Stephens
D M Pickering
K Coveney

REGISTERED OFFICE:

1-2 Castle Lane
London
SW1E 6DR

REGISTERED NUMBER:

06228885 (England and Wales)

AUDITORS:

Grant Thornton UK LLP
30 Finsbury Square
London
EC2A 1AG

**STRATEGIC REPORT
FOR THE YEAR ENDED 31 MARCH 2018**

The directors present their strategic report for the year ended 31 March 2018.

The main activity of the Company is that of the supply and maintenance of multi-functional devices and telephony systems, and software thereon.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in these financial statements. Gross profit was £10,756k (2017: £8,234k), with gross profit margin of 63%, which is the same as the previous period.

The Company generated a profit before tax and dividends of £3,797k compared to £2,140k for the previous year.

PRINCIPAL RISKS AND UNCERTAINTIES

Whilst demand for Multi-Functional Device's and telephone systems within the office environment will continue, the Board recognise that the advent of the "paperless office" and software-based telephone systems could affect future profitability and as such the Group strives to evolve to include such packages and products into the service it provides to its customers.

In addition, the recurring fee income generated by contracted revenues are continuously reviewed and nurtured to ensure retention of such income.

Finally, following the debate on the withdrawal of the UK from the European Union the Board continue to monitor the economic situation and recognise that there remains a possible threat to the economy following the UK's eventual withdrawal.

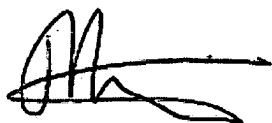
KEY PERFORMANCE INDICATORS

Whilst the directors review and measure all aspects of the business, including service call response times and recurring malfunctioning machines, the Directors consider the Gross profit on sale of new machines is the sole key performance indicator that drives the business.

The Gross Profit from machines sales can be summarised as follows:

Machine & equipment sales	2018	2017
Turnover	11,464,426	9,276,288
Gross profit	6,446,809	5,441,223
Gross profit %	56%	59%

ON BEHALF OF THE BOARD:



J Stephens - Director

Date: 21/12/18

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2018**

The directors present their report with the financial statements of the company for the year ended 31 March 2018.

DIVIDENDS

No dividends will be distributed for the year ended 31 March 2018.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

DIRECTORS

The following directors have served from 1 April 2017 to the date of this report

J Stephens

KL Stephens (resigned 2 August 2018)

C Morris (appointed 2 August 2018, resigned 28 August 2018)

K Coveney (appointed 28 August 2018)

D Pickering (appointed 4 October 2018)

POLITICAL DONATIONS AND EXPENDITURE

Charitable donations of £9,900 (2017: £5,160) were made during the year.

GOING CONCERN

The directors of the business have a reasonable expectation that the business has adequate resources to meet the current liabilities of the business as they fall due and have therefore adopted the going concern basis in preparing the financial statements.

POST BALANCE SHEET EVENTS

After the year end, as part of an ongoing Group restructuring, the trade, income and expenditure of two group companies, namely Falcon Document Solutions Limited and Copylogic Limited have been transferred to Corona Corporate Solutions Limited. After the year end the majority of the share capital of the group's parent company was acquired.

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2018**

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Strategic Report, the Report of the Directors 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 and prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business; and
- state whether UK Accounting Standards as adopted by the European Union have been followed, subject to any material departures disclosed and explained in the financial statements;

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 AS TO DISCLOSURE OF INFORMATION TO AUDITORS

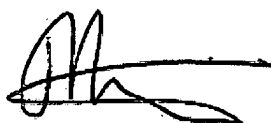
So far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and the directors have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

AUDITORS

The auditors, Grant Thornton UK LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



J Stephens - Director

Date: 21/12/18

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF CORONA CORPORATE SOLUTIONS LIMITED

Qualified Opinion

We have audited the financial statements of Corona Corporate Solutions Limited (the 'company') for the year ended 31 March 2018 which comprise the income statement, the statement of other comprehensive income, the balance sheet, the statement of changes in equity and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, except for the matter described in the Basis for Qualified Opinion section of our report, the financial statements:

give a true and fair view of the state of the company's affairs as at 31 March 2018 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.

Basis for Qualified Opinion

With respect to stock having a carrying amount of £463,449 the audit evidence available to us was limited because we did not observe the counting of the physical stock as at 31 March 2018, since that date was prior to our appointment as auditor of the company. Owing to the nature of the company's records, we were unable to obtain sufficient appropriate audit evidence regarding the stock quantities by using other audit procedures.

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Who we are reporting to

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 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.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF CORONA CORPORATE SOLUTIONS LIMITED

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

As described in the Basis for Qualified Opinion section above, we were unable to obtain sufficient appropriate evidence about the existence of stock at 31 March 2018. Accordingly, we are unable to conclude whether or not the other information is materially misstated with respect to this matter.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report has been prepared in accordance with applicable legal requirements.

Matter on which we are required to report under the Companies Act 2006

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which 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.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF CORONA CORPORATE SOLUTIONS LIMITED

Responsibilities of directors for the financial statements

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.



Marc Summers BSc (Hons), FCA
Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Statutory Auditor, Chartered Accountants
London

21/12/18

CORONA CORPORATE SOLUTIONS LIMITED (REGISTERED NUMBER: 06228885)

INCOME STATEMENT

FOR THE YEAR ENDED 31 MARCH 2018

	Notes	2018 £	2017 as restated £
TURNOVER	3	17,147,667	13,072,595
Cost of sales		<u>(6,391,566)</u>	<u>(4,838,553)</u>
GROSS PROFIT		10,756,101	8,234,042
Distribution costs		(115,201)	(90,141)
Administrative expenses		<u>(6,830,656)</u>	<u>(5,962,650)</u>
OPERATING PROFIT	5	3,810,244	2,181,251
Interest receivable and similar income		<u>331</u>	<u>-</u>
		3,810,575	2,181,251
Interest payable and similar expenses	6	<u>(13,531)</u>	<u>(40,835)</u>
PROFIT BEFORE TAXATION		3,797,044	2,140,416
Tax on profit	7	<u>(673,510)</u>	<u>(344,023)</u>
PROFIT FOR THE FINANCIAL YEAR		<u><u>3,123,534</u></u>	<u><u>1,796,393</u></u>

The notes on pages 12 to 21 form part of these financial statements

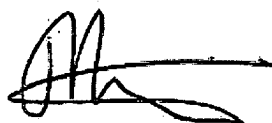
**OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2018**

	Notes	2018 £	2017 as restated £
PROFIT FOR THE YEAR		3,123,534	1,796,393
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>3,123,534</u>	<u>1,796,393</u>

BALANCE SHEET
31 MARCH 2018

	Notes	2018 £	2017 as restated £
FIXED ASSETS			
Intangible assets	10	465,373	-
Tangible assets	11	6,401	9,795
Investments	12	<u>2,761,348</u>	<u>2,761,348</u>
		<u>3,233,122</u>	<u>2,771,143</u>
CURRENT ASSETS			
Stocks	13	463,449	159,583
Debtors	14	6,830,663	858,755
Cash at bank and in hand		<u>1,913,420</u>	<u>3,512,211</u>
		9,207,532	4,530,549
CREDITORS			
Amounts falling due within one year	15	<u>(6,758,739)</u>	<u>(4,294,976)</u>
NET CURRENT ASSETS		<u>2,448,793</u>	<u>235,573</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		5,681,915	3,006,716
CREDITORS			
Amounts falling due after more than one year	16	<u>-</u>	<u>(448,335)</u>
NET ASSETS		<u>5,681,915</u>	<u>2,558,381</u>
CAPITAL AND RESERVES			
Called up share capital	19	1,000	1,000
Retained earnings	20	<u>5,680,915</u>	<u>2,557,381</u>
SHAREHOLDERS' FUNDS		<u>5,681,915</u>	<u>2,558,381</u>

The financial statements were approved by the Board of Directors on 21/12/18 and were signed on its behalf by:



J Stephens - Director

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2018**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 April 2016	1,000	1,995,988	1,996,988
Changes in equity			
Profit for the year	-	1,796,393	1,796,393
Total comprehensive income	-	1,796,393	1,796,393
Dividends	-	(1,235,000)	(1,235,000)
Balance at 31 March 2017	1,000	2,557,381	2,558,381
Changes in equity			
Profit for the year	-	3,123,534	3,123,534
Total comprehensive income	-	3,123,534	3,123,534
Balance at 31 March 2018	1,000	5,680,915	5,681,915

The notes on pages 12 to 21 form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

1. STATUTORY INFORMATION

Corona Corporate Solutions Limited is limited by shares, registered and incorporated in England and Wales. The company's registered number and registered office can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows.

Preparation of consolidated financial statements

The financial statements contain information about Corona Corporate Solutions Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 400 of the Companies Act 2006 from the requirements to prepare consolidated financial statements as it and its subsidiary undertaking are included by full consolidation in the consolidated financial statements of its parent, Corona Corporate Group Limited, whose registered office is 1-2 Castle Lane, London, SW1E 6DR.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

The Group has three main revenue streams, being Equipment Sales of Multi Functioning Devices and Telephone Systems, service and maintenance of equipment sold and Telephone network services, including the provision of line rental and telephone calls.

A breakdown of these income streams can be seen in Note 3.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2018, is being amortised evenly over its estimated useful life of three years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 20% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 33% on cost

Going concern

The directors of the business have a reasonable expectation that the business has adequate resources to meet the current liabilities of the business as they fall due and have therefore adopted the going concern basis in preparing the financial statements.

Investments in subsidiaries

Interests in subsidiaries are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

At each reporting end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Recoverable amount is the higher of fair value less costs to sell and value in use. If the recoverable amount of an asset is estimated to be less than its carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss. Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making allowance for obsolete and slow-moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018

2. ACCOUNTING POLICIES - continued**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. TURNOVER

The Group has three main revenue streams, being Equipment Sales of Multi Functioning Devices and Telephone Systems, service and maintenance of equipment sold and Telephone network services, including the provision of line rental and telephone calls.

The breakdown of the revenue is as follows:

	2018	2017 As restated
	£	£
Equipment Sales	11,464,427	9,276,289
Maintenance & service	5,507,678	3,672,103
Telephone network services	<u>175,562</u>	<u>124,203</u>
	<u>17,147,667</u>	<u>13,072,595</u>

4. EMPLOYEES AND DIRECTORS

	2018	2017 as restated
	£	£
Wages and salaries	5,278,555	4,746,680
Other pension costs	<u>23,128</u>	<u>20,965</u>
	<u>5,301,683</u>	<u>4,767,645</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018

4. EMPLOYEES AND DIRECTORS - continued

The average number of employees during the year was as follows:

	2018	2017 as restated
Sales	18	16
Services	44	39
Administration	<u>14</u>	<u>11</u>
	<u>76</u>	<u>66</u>

During the year, the Company bore all of the Employee and remuneration costs for the entire group, with the exception of ten service engineers, that remained employees of Copylogic Limited, following the acquisition of the Copylogic Limited by the group.

	2018	2017 as restated
	£	£
Directors' remuneration	<u>18,000</u>	<u>21,200</u>

5. OPERATING PROFIT

The operating profit is stated after charging:

	2018	2017 as restated
	£	£
Other operating leases	202,859	123,119
Depreciation - owned assets	3,394	5,451
Goodwill amortisation	232,686	-
Auditors' remuneration	-	17,600
Auditors' remuneration for non-audit work	-	37,000
Stock purchases	<u>6,695,432</u>	<u>4,915,383</u>

There is no Audit fee included in these accounts as the Audit fees for the entire group are borne by Corona Corporate Group Limited.

In the previous year, the company bore the Audit fee for the entire group.

6. INTEREST PAYABLE AND SIMILAR EXPENSES

	2018	2017 as restated
	£	£
Bank loan interest	<u>13,531</u>	<u>40,835</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018

7. TAXATION**Analysis of the tax charge**

The tax charge on the profit for the year was as follows:

	2018	2017 as restated
	£	£
Current tax:		
UK corporation tax	<u>673,510</u>	<u>344,023</u>
Tax on profit	<u>673,510</u>	<u>344,023</u>

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2018	2017 as restated
	£	£
Profit before tax	<u>3,797,044</u>	<u>2,140,416</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2017 - 20%)	721,438	428,083
Effects of:		
Expenses not deductible for tax purposes	29,878	19,611
Capital allowances in excess of depreciation	-	(392)
Depreciation in excess of capital allowances	646	-
Adjustments to tax charge in respect of previous periods	(5,237)	-
Utilisation of group relief	<u>(73,215)</u>	<u>(103,279)</u>
Total tax charge	<u>673,510</u>	<u>344,023</u>

8. DIVIDENDS

	2018	2017 as restated
	£	£
Final	<u>-</u>	<u>1,235,000</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018

9. PRIOR YEAR ADJUSTMENT

A prior year adjustment has been made in respect of understated accrued income, understated deferred income and recognition of a potential liability arising on an Incentive Award scheme offered by a leasing company to two of the directors.

This has had an effect of decreasing the Reserves as at 31st March 2017 as follows:

	£
Reserves as at 31/03/17	2,823,622
Increase to accrued income	157,703
Increase to deferred income	(185,266)
Recognition of potential NIC liability	<u>(238,718)</u>
Adjusted reserves as at 31/03/17	<u><u>2,557,381</u></u>

10. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 April 2017	519,442
Additions	<u>698,059</u>
At 31 March 2018	<u>1,217,501</u>
AMORTISATION	
At 1 April 2017	519,442
Amortisation for year	<u>232,686</u>
At 31 March 2018	<u>752,128</u>
NET BOOK VALUE	
At 31 March 2018	<u><u>465,373</u></u>
At 31 March 2017	<u><u>-</u></u>

In April 2017 the company acquired the trade of Bureautech Digital Limited. As part of the acquisition the company acquired the ongoing maintenance contracts, with the value paid in respect of these contracts being recognised as goodwill.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018

11. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 April 2017 and 31 March 2018	<u>15,147</u>	<u>4,167</u>	<u>29,566</u>	<u>48,880</u>
DEPRECIATION				
At 1 April 2017	11,282	4,167	23,636	39,085
Charge for year	<u>1,911</u>	<u>-</u>	<u>1,483</u>	<u>3,394</u>
At 31 March 2018	<u>13,193</u>	<u>4,167</u>	<u>25,119</u>	<u>42,479</u>
NET BOOK VALUE				
At 31 March 2018	<u>1,954</u>	<u>-</u>	<u>4,447</u>	<u>6,401</u>
At 31 March 2017	<u>3,865</u>	<u>-</u>	<u>5,930</u>	<u>9,795</u>

12. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 April 2017 and 31 March 2018	<u>2,761,348</u>
NET BOOK VALUE	
At 31 March 2018	<u>2,761,348</u>
At 31 March 2017	<u>2,761,348</u>

The company's investments at the Balance Sheet date in the share capital of companies include the following:

Corporate Information & Technology Communication Limited

Registered office: 1-2 Castle Lane, London, SW1E 6DR

Nature of business: Telecoms Sales

	%	2018	2017
Class of shares:	holding	£	£
Ordinary	100.00	2,261,697	2,226,891
Preference	100.00	<u>34,806</u>	<u>451,547</u>
Aggregate capital and reserves			
Profit for the year			

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018

13. STOCKS

	2018	2017 as restated
	£	£
Stocks	<u>463,449</u>	<u>159,583</u>

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017 as restated
	£	£
Trade debtors	1,328,968	571,182
Amounts owed by group undertakings	4,666,528	-
Other debtors	508	450
Directors' current accounts	391,020	-
Prepayments and accrued income	<u>443,639</u>	<u>287,123</u>
	<u>6,830,663</u>	<u>858,755</u>

All amounts owed to the company by group undertakings are repayable on demand.

No interest is charged on loans made to other group undertakings.

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017 as restated
	£	£
Bank loans and overdrafts (see note 17)	-	320,393
Trade creditors	693,956	351,618
Amounts owed to group undertakings	3,885,066	2,045,016
Tax	355,209	274,032
Social security and other taxes	459,602	237,171
VAT	344,849	355,689
Other creditors	11,690	4,275
Directors' current accounts	-	1,040
Accruals and deferred income	<u>1,008,367</u>	<u>705,742</u>
	<u>6,758,739</u>	<u>4,294,976</u>

16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2018	2017
	£	£
Bank loans (see note 17)	<u>-</u>	<u>448,335</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018

17. LOANS

An analysis of the maturity of loans is given below:

	2018	2017
	£	£
Amounts falling due within one year or on demand:		
Bank loans	<u>-</u>	<u>320,393</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>-</u>	<u>448,335</u>

18. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2018	2017
	£	£
Within one year	172,561	-
Between one and five years	<u>146,137</u>	<u>197,108</u>
	<u>318,698</u>	<u>197,108</u>

19. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2018	2017
			£	£
1,000	Ordinary Shares	£1	<u>1,000</u>	<u>1,000</u>

20. RESERVES

	Retained earnings
	£
At 1 April 2017	2,557,381
Profit for the year	<u>3,123,534</u>
At 31 March 2018	<u>5,680,915</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018**

21. ULTIMATE PARENT COMPANY

Corona Corporate Group Limited (incorporated in England & Wales) is regarded by the directors as being the company's ultimate parent company.

During the Company was a wholly owned Subsidiary undertaking of Corona Corporate Group Limited. After the year end, the majority of the share capital of the group's parent company was acquired.

22. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 March 2018 and 31 March 2017:

	2018 £	2017 £
J Stephens and Mrs K L Stephens		
Balance outstanding at start of year	-	-
Amounts advanced	391,020	-
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>391,020</u>	<u>-</u>

23. POST BALANCE SHEET EVENTS

After the year end, as part of an ongoing Group restructuring, the trade, income and expenditure of two group companies, namely Falcon Document Solutions Limited and Copylogic Limited have been transferred to Corona Corporate Solutions Limited.

After the year end the majority of the share capital of the group's parent company was acquired.

24. ULTIMATE CONTROLLING PARTY

During the year, the ultimate controlling party was the Director, Mr James Stephens by virtue of his shareholding in the ultimate parent company, Corona Corporate Group Limited.