

Registered number
09138679

Quality and Reliability UK Limited

Report and Accounts

31 December 2015

Quality and Reliability UK Limited
Report and interim financial information
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**Quality and Reliability UK Limited
Company Information**

Directors

Panagiotis Paschalakis (appointed 21/07/2014)

Emmanouil Xionis (appointed 21/07/2014)

Nikolaos Paschalakis (appointed 21/07/2014)

Theodoros Karagiannis (appointed 21/07/2014)

Auditors

Nicholas Peters & Co

1st Floor North, Devonshire House

1 Devonshire Street

London

W1W 5DS

Registered office

1st Floor North, Devonshire House

1 Devonshire Street

London

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Quality and Reliability UK Limited

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Directors' Report

The directors present their report and financial statements for the year ended 31 December 2015.

Principal activities

The company's principal activity during the period was that of a holding company investing in software development entities.

Directors

The following persons served as directors during the year:

Panagiotis Paschalakis (appointed 21/07/2014)

Emmanouil Xionis (appointed 21/07/2014)

Nikolaos Paschalakis (appointed 21/07/2014)

Theodoros Karagiannis (appointed 21/07/2014)

Directors' responsibilities

The directors are responsible for preparing the report and accounts in accordance with applicable law and regulations.

Directors have elected to prepare the financial statements in accordance with the International Financial Reporting Standards. 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 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;
- prepare the interim 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 applicable law. 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.

Quality and Reliability UK Limited

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Directors' Report

Statement of disclosure of information to auditors

Each person who was a director at the time this report was approved confirms that:

- so far as he is aware, there is no relevant audit information of which the company's auditor is unaware; and
- he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This report was approved by the board on 29 March 2016 and signed on its behalf.

Panagiotis Paschalakis
Director

A handwritten signature in black ink, appearing to read 'P. Paschalakis', written over the printed name and title.

Quality and Reliability UK Limited
Independent auditors' report
to the member of Quality and Reliability UK Limited

We have audited the financial statements of Quality & Reliability UK Limited for the period ended 31 December 2015 which comprise the Statement of Financial Position, the Statement of Profit or Loss and Other Comprehensive Income, the Statement of Cash Flows, the Statement of Changes in Equity and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the European Union

This report is made solely to the company's members, as a body. 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 Statement of Directors' Responsibilities, 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 interim 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

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/auditscopeukprivate

Opinion on interim 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 2015 and of its loss for the year then ended;
- have been properly prepared in accordance with IFRSs as adopted by the European Union.

Separate opinion in relation to IFRSs as issued by the IASB

As explained in note 1 to the financial statements, the company in addition to applying IFRSs as adopted by the European Union has also applied IFRSs as issued by the International Accounting Standards Board (IASB).



Peter Petrou
(Senior Statutory Auditor)
for and on behalf of
Nicholas Peters & Co
Accountants and Statutory Auditors
29 March 2016

1st Floor North, Devonshire House
1 Devonshire Street
London

W1W 5DS

Quality and Reliability UK Limited
Statement of Profit or loss and other comprehensive income
for the period ended 31 December 2015

	Notes	2015 €	2014 £
Administrative expenses		(111,671)	(130,780)
Profit from operations	2	<u>(111,671)</u>	<u>(130,780)</u>
Income from investments		-	4,243
Finance costs	3	(156,473)	(78,210)
Profit before tax		<u>(268,144)</u>	<u>(204,747)</u>
Taxes	5	-	-
Profit for the period from continuing operations		<u>(268,144)</u>	<u>(204,747)</u>
Discontinued operations			
Profit for the period from discontinued operations		-	-
Profit and total comprehensive income		<u>(268,144)</u>	<u>(204,747)</u>

Continuing operations

None of the company's activities were acquired or discontinued during the above two financial years.

Statement of total recognised gains and losses

The company has no recognised gains or losses other than the loss for the above two financial years.


Quality and Reliability UK Limited
Statement of financial position
as at 31 December 2015

	Notes	2015 €	2014 £
Current assets			
Trade and other receivables	6	1,609,036	400,001
Cash and cash equivalents		112,187	1,595,262
		<u>1,721,223</u>	<u>1,995,263</u>
Trade payables	7	(94,113)	(100,009)
Net current assets		<u>1,627,110</u>	<u>1,895,254</u>
Total assets less current liabilities		<u>1,627,110</u>	<u>1,895,254</u>
Non current liabilities			
Long-term borrowings		(2,100,000)	(2,100,000)
Net assets		<u>(472,890)</u>	<u>(204,746)</u>
Equity			
Share capital	9	1	1
Retained earnings	10	(472,891)	(204,747)
Total equity		<u>(472,890)</u>	<u>(204,746)</u>

The financial statements were approved and authorised for issue by the Board on

Panagiotis Paschalakis
Director

Signed on behalf of the board on 29 March 2016



Quality and Reliability UK Limited
Statement of changes in equity
as at 31 December 2015

	Share Capital	Revaluation reserve	Retained earnings	Investment revaluation reserve	Total equity
	€	€	€	€	€
Balance b/fwd	-	-	(204,747)	-	(204,747)
Profit for the year/period	-	-	(268,144)	-	(268,144)
Revaluation gains	-	-	-	-	-
Actuarial gains and losses	-	-	-	-	-
Available for sale financial assets					
Net gains arising on revaluation	-	-	-	-	-
Reclassification adjustments to AFS financial assets disposed of in the period	-	-	-	-	-
	-	-	(472,891)	-	(472,891)
Income tax relating to components of other comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	(472,891)	-	(472,891)
Ordinary dividends	-	-	-	-	-
Share issue costs	1	-	-	-	1
Buy back of ordinary shares	-	-	-	-	-
Share buy back costs	-	-	-	-	-
Income tax relating to transactions with owners	-	-	-	-	-
Balance at 31 December 2014	1	-	(472,891)	-	(472,890)

Quality and Reliability UK Limited
Statement of cash flows
for the period ended 31 December 2015

	Notes	2015 €	2014 £
Cash flow from operating activities			
Profit from operations		(111,671)	(130,780)
Increase in trade and other receivables		(1,209,035)	(400,001)
(Decrease)/increase in trade payables		(5,896)	2,200,009
		<u>(1,326,602)</u>	<u>1,669,228</u>
Cash generated from operations			
Interest paid	12	(156,473)	(78,210)
interest received		-	4,243
Taxes paid	4		
		<u>(156,473)</u>	<u>1,595,261</u>
Cash flows from financing	12	<u>-</u>	<u>1</u>
(Net decrease)/increase in cash and cash equivalents		(1,483,075)	1,595,262
Cash and cash equivalents at the beginning of the period		1,595,262	-
Cash and cash equivalents at the end of the period		<u>112,187</u>	<u>1,595,262</u>

Quality and Reliability UK Limited
Notes to the Accounts
for the year ended 31 December 2015

1 Accounting policies

Basis of preparation

The interim financial statements have been prepared in accordance with International Financial Reporting Standards and interpretations issued by the International Accounting Standards Board. The company is a newly-formed entity and did not present financial statements for the previous period. The interim financial statements have been prepared using the historical cost convention except if disclosed in the accounting policies below if shown at fair value.

The preparation of the interim financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the date of the interim financial statements. If in future, such estimates and assumptions which are based on management's best judgement at the date of the interim financial statements, deviate from the actual circumstances, the original estimates and assumptions will be modified as appropriate in the year in which the circumstances change.

The interim financial statements relate to the entity only, are presented in pounds sterling for filing at Companies House and in Euros for management purpose and there is not any level of rounding.

Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Revenue is not recognised until the significant risks and rewards of ownership of the goods have passed to the buyer and the amount of revenue can be measured reliably.

Cash and cash equivalents

Cash and cash equivalents comprises cash on hand and time, call and current balances with banks and similar institutions, which are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value. This definition is also used for the statement of cash flows.

Borrowings

Borrowings are classified as originated loans and are recognised initially at an amount equal to the proceeds received, net of transaction costs incurred. In subsequent periods, they are stated at amortised cost using the effective yield method: any difference between proceeds (net of transactions costs) and the redemption value is recognised in the statement of profit or loss and other comprehensive income over the period of the borrowings.

Fair values

Fair value is the amount for which a financial asset, liability or instrument could be exchanged between knowledgeable and willing parties in an arm's length transaction. It is determined by reference to quoted market prices adjusted for estimated transaction costs that would be incurred in an actual transaction, or by the use of established estimation techniques. The fair values at the end of the reporting period are approximately in line with their reported carrying values unless specifically mentioned in the notes to the interim financial statements.

Quality and Reliability UK Limited
Notes to the Accounts
for the year ended 31 December 2015

Foreign currency translation

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the end of the reporting period. All differences are taken to the statement of profit or loss and other comprehensive income.

2 Auditors' remuneration	2015	2014
	€	£
This is stated after charging:		
Fees payable to the company's auditor for the audit of the company's interim accounts	5,516	1,896
Fees payable to the company's auditor for other services.	<u>8,652</u>	<u>1,896</u>
3 Finance costs	2015	2014
	€	£
Other interest expenses	<u>156,473</u>	<u>78,210</u>
4 Investment revenue	2015	2014
	€	£
Interest revenue:		
Held to maturity investment	-	4,243
	<u>-</u>	<u>4,243</u>
5 Income taxes	2015	2014
	€	£
Income tax recognised in profit or loss		
Tax on profit on ordinary activities	<u>-</u>	<u>-</u>

The total charge for the period can be reconciled to the accounting profit as follows:

Quality and Reliability UK Limited
Notes to the Accounts
for the year ended 31 December 2015

	2015	2014
	€	£
Loss on ordinary activities before tax	<u>(268,144)</u>	<u>(204,747)</u>
Standard rate of corporation tax in the UK	20%	20%
	€	£
Profit on ordinary activities multiplied by the standard rate of corporation tax	(53,629)	(40,949)
Effects of:		
Expenses not deductible for tax purposes	(45,977)	40,949
Utilisation of tax losses	99,606	-
Current tax charge for period	<u>-</u>	<u>-</u>
6 Trade and other receivables	2015	2014
	€	£
Amounts owed by group undertakings and undertakings in which the company has a participating interest	1,600,102	400,000
Other debtors	1,112	1
Prepayments and accrued income	7,822	-
	<u>1,609,036</u>	<u>400,001</u>
Amounts due after more than one year included in:		
Amounts owed by group undertakings and undertakings in which the company has a participating interest	<u>-</u>	<u>400,000</u>
7 Trade and other payables	2015	2014
	€	£
Trade payables	10,075	17,966
Accruals	84,038	82,043
	<u>94,113</u>	<u>100,009</u>

Quality and Reliability UK Limited
Notes to the Accounts
for the year ended 31 December 2015

8 Borrowings		2015	2014
		€	£
Summary of borrowing arrangements:			
Secured - at amortised cost			
Loan notes		<u>2,100,000</u>	<u>2,100,000</u>
Analysis of maturity of debt:			
Between one and two years		<u>2,100,000</u>	<u>2,100,000</u>

The loan notes are secured by the parent company and pay an annual not compounded interest at 7.45%. The loan notes are guaranteed by the parent company and the maturity is in 2017.

9 Issued capital	Nominal value	2015 Number	2015 €	2014 £
Fully paid:				
Ordinary shares	€1 each	1	<u>1</u>	<u>1</u>

10 Retained earning and dividends	2015 €
At 1 January 2015	(204,747)
Loss for the financial year	(268,144)
Balance at end of year	<u>(472,891)</u>

11 Reconciliation of movement in shareholder's funds	2015 €	2014 €
At 1 January	(204,746)	-
Loss for the financial year	(268,144)	(204,747)
Shares issued	-	1
At 31 December	<u>(472,890)</u>	<u>(204,746)</u>

Quality and Reliability UK Limited
Notes to the Accounts
for the year ended 31 December 2015

12 Cash and cash equivalents

For the purpose of the statement of cash flows, cash and cash equivalents include cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. Cash and cash equivalents at the end of the financial period as shown in the statement of cash flows can be reconciled to the related items in the statement of financial position as follows:

	2015 €	2014 €
Cash and cash equivalents	<u>112,187</u>	<u>1,595,262</u>
Financing		
Issue of share capital	<u>-</u>	<u>1</u>

13 Related party transactions

	2015 €	2014 £
Quality & Reliability S.A.		
Shareholder		
During the period the company gave a loan to Quality & Reliability S.A.		
Amount due from the related party	1,600,000	400,000

14 Ultimate controlling party

The ultimate controlling party is Quality & Reliability S.A. a company incorporated in Greece at Konitsis, 11b Str, Marousi, 15125 Athens.

Quality and Reliability UK Limited
Detailed profit and loss account
for the year ended 31 December 2015

	2015 €	2014 £
Administrative expenses	(111,671)	(130,780)
Operating loss	<u>(111,671)</u>	<u>(130,780)</u>
Interest receivable	-	4,243
Interest payable	(156,473)	(78,210)
Loss before tax	<u>(268,144)</u>	<u>(204,747)</u>

Quality and Reliability UK Limited
Detailed profit and loss account
for the year ended 31 December 2015

	2015 €	2014 £
Administrative expenses		
Employee costs:		
Entertaining	366	-
	<u>366</u>	<u>-</u>
General administrative expenses:		
Stationery and printing	25	-
Subscriptions	460	112
Bank charges	3,820	3,981
Insurance	23,698	-
Sundry expenses	5,590	-
	<u>33,593</u>	<u>4,093</u>
Legal and professional costs:		
Audit fees	5,516	3,833
Accountancy fees	8,652	-
Consultancy fees	61,836	-
Other legal and professional	1,708	122,854
	<u>77,712</u>	<u>126,687</u>
	<u>111,671</u>	<u>130,780</u>