

Company Registration No. 09789214 (England and Wales)

CGROWTH CAPITAL BOND LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2016

CGROWTH CAPITAL BOND LIMITED

COMPANY INFORMATION

Directors	Mr W M Wright III (Appointed 22 September 2015) Mr N D Johnson (Appointed 9 November 2015) Mr R M Foster (Appointed 9 November 2015)
Company number	09789214
Registered office	20-22 Wenlock Road London N1 7GU
Auditors	Mitchell Charlesworth LLP Centurion House 129 Deansgate Manchester M3 3WR

CGROWTH CAPITAL BOND LIMITED

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CGROWTH CAPITAL BOND LIMITED

DIRECTORS' REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2016

The directors present their report and financial statements for the period ended 31 December 2016.

Incorporation

The company was incorporated on 22 September 2015 and began to trade on 9 November 2015.

Principal activities

The principal activity of the company was the issuing of bonds and subsequent advancement of funds to overseas companies specialising in natural resource extraction.

Directors

The following directors have held office since 22 September 2015:

Mr W M Wright III	(Appointed 22 September 2015)
Mr N D Johnson	(Appointed 9 November 2015)
Mr R M Foster	(Appointed 9 November 2015)

Auditor

Mitchell Charlesworth LLP were appointed auditor to the company and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting.

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.

CGROWTH CAPITAL BOND LIMITED

DIRECTORS' REPORT (CONTINUED)

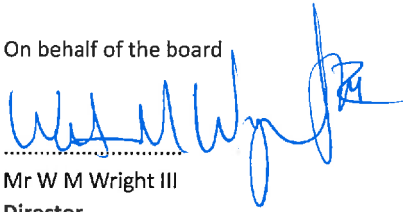
FOR THE PERIOD ENDED 31 DECEMBER 2016

Statement of disclosure to auditor

So far as the directors are aware, there is no relevant audit information of which the company's auditor is 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 auditor is 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



Mr W M Wright III

Director

31.03.2017

CGROWTH CAPITAL BOND LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBER OF CGROWTH CAPITAL BOND LIMITED

We have audited the financial statements of Cgrowth Capital Bond Limited for the period ended 31 December 2016 set out on pages 5 to 10. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's member, 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 member 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 member 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 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 Annual 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 2016 and of its profit for the period 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 period for which the financial statements are prepared is consistent with the financial statements.

CGROWTH CAPITAL BOND LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBER OF CGROWTH CAPITAL BOND 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 and take advantage of the small companies exemption from the requirement to prepare a strategic report.



Mrs Alison Buckley (Senior Statutory Auditor)
for and on behalf of Mitchell Charlesworth LLP

31.3.17
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Chartered Accountants
Statutory Auditor

Centurion House
129 Deansgate
Manchester
M3 3WR

CGROWTH CAPITAL BOND LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 31 DECEMBER 2016

		Period ended 31 December 2016 £
Turnover		753,366
Cost of sales		(425,235)
Gross profit		<u>328,131</u>
Administrative expenses		(310,046)
Operating profit	2	<u>18,085</u>
Other interest receivable and similar income	3	11
Profit on ordinary activities before taxation		<u>18,096</u>
Tax on profit on ordinary activities	4	(3,619)
Profit for the period	10	<u><u>14,477</u></u>

CGROWTH CAPITAL BOND LIMITED

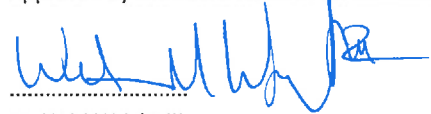
BALANCE SHEET

AS AT 31 DECEMBER 2016

	Notes	2016	
		£	£
Current assets			
Debtors	6	15,877,611	
Cash at bank and in hand		39,306	
		<hr/>	
		15,916,917	
Creditors: amounts falling due within one year	7	(832,984)	
		<hr/>	
Total assets less current liabilities			15,083,933
Creditors: amounts falling due after more than one year	8		(15,079,455)
			<hr/>
			4,478
			<hr/>
Capital and reserves			
Called up share capital	9		1
Profit and loss account	10		4,477
			<hr/>
Shareholder's funds			4,478
			<hr/>

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 January 2015).

Approved by the Board for issue on March 31, 2017



Mr W M Wright III
Director

Company Registration No. 09789214

CGROWTH CAPITAL BOND LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2016

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 January 2015).

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 interest receivable on financial assets classified as loans advanced and has been included on an accruals basis.

1.4 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

1.5 Interest payable

Interest payable on financial liabilities classified as bonds issued has been included on an accruals basis.

1.6 Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either 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.

2 Operating profit 2016

Operating profit is stated after charging:	£
Auditors' remuneration	12,000
Directors' remuneration	16,000

3 Investment income 2016

Bank interest	11
	<u>11</u>

CGROWTH CAPITAL BOND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2016

4	Taxation	2016
		£
	Domestic current year tax	
	U.K. corporation tax	3,619
	Total current tax	3,619
		<hr/> <hr/>
5	Dividends	2016
		£
	Ordinary final proposed	10,000
		<hr/> <hr/>
6	Debtors	2016
		£
	Other debtors	15,877,611
		<hr/> <hr/>
	Debtors include an amount of £15,313,952 which is due after more than one year.	
7	Creditors: amounts falling due within one year	2016
		£
	Trade creditors	250,694
	Taxation and social security	3,619
	Other creditors	578,671
		<hr/>
		832,984
		<hr/> <hr/>
8	Creditors: amounts falling due after more than one year	2016
		£
	Bonds issued	12,343,114
	Money to advance to borrowers	2,736,341
		<hr/>
		15,079,455
		<hr/> <hr/>
	Not wholly repayable within five years other than by instalments	12,343,114
		<hr/>
		-

CGROWTH CAPITAL BOND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2016

9	Share capital	2016
		£
	Allotted, called up and fully paid	
	1 Ordinary share of £1 each	1
		<u>1</u>

During the year 1 ordinary share of £1 was allotted and fully paid at par for cash consideration to form the capital base of the company.

10	Statement of movements on profit and loss account	Profit and loss account £
	Profit for the period	14,477
	Dividends paid	(10,000)
	Balance at 31 December 2016	<u>4,477</u>

11 Control

The ultimate parent company is CGrowth Capital, Inc. a company registered in Delaware, USA.

CGrowth Capital, Inc. prepares group financial statements and copies can be obtained from:

4550 NW Newberry Hill Road,
Suite 202,
Silverdale, WA 98383

CGROWTH CAPITAL BOND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2016

12 Related party relationships and transactions

CGrowth Capital, Inc.

CGrowth Capital, Inc. is the ultimate parent company of CGrowth Capital Bond Limited, owning the entire issued share capital.

During the period, dividends of £10,000 were paid to CGrowth Capital, Inc.

During the period, CGrowth Capital, Inc. recharged legal and administrative expenses to CGrowth Capital Bond Limited totalling £250,695.

At the balance sheet date, CGrowth Capital Bond Limited owed CGrowth Capital, Inc. £250,694.

Powder River Resources Inc

Powder River Resources Inc is a fellow subsidiary of CGrowth Capital, Inc.

During the period, CGrowth Capital Bond Limited advanced loans to Powder River Resources Inc and charged interest of £434,618.

At the balance sheet date, CGrowth Capital Bond Limited was owed £6,074,437 from Powder River Resources Inc.

CGROWTH CAPITAL BOND LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 31 DECEMBER 2016

		Period ended 31 December 2016
	£	£
Turnover		
Interest receivable		753,366
Cost of sales		
Interest payable	425,235	
	<u> </u>	<u>(425,235)</u>
Gross profit	43.56%	328,131
Administrative expenses		<u>(310,046)</u>
Operating profit		18,085
Other interest receivable and similar income		
Bank interest - received		<u>11</u>
Profit before taxation	2.40%	<u><u>18,096</u></u>

CGROWTH CAPITAL BOND LIMITED

SCHEDULE OF ADMINISTRATIVE EXPENSES

FOR THE PERIOD ENDED 31 DECEMBER 2016

	Period ended 31 December 2016 £
Administrative expenses	
Directors fees	16,000
Accreditations and licences	6,393
Rent	8,171
Printing, postage and stationery	18
Advertising	1,902
Travelling expenses	10,512
Legal and professional fees	267,399
Consultancy fees	5,633
Audit fees	12,000
Bank charges	135
Sundry expenses	32
Profit loss on foreign exchange	(18,149)
	<hr/>
	310,046
	<hr/> <hr/>
