
VECTONE NETWORK SERVICES LIMITED

Directors' Report and Financial Statements

For the Year Ended 31 December 2019

VECTONE NETWORK SERVICES LIMITED

Company Information

Directors	B Allirajah (appointed 15 December 2020) L Subramaniam (resigned 15 December 2020)
Registered number	05889708
Registered office	54 Marsh Wall Canary Wharf London E14 9TP
Independent auditors	ASN Partnership Chartered Certified Accountants & Statutory Auditor 47 York Road Ilford IG1 3AD
Bankers	Barclays Bank Plc Loughton 9 Leicester Leicestershire LE87 2BB

VECTONE NETWORK SERVICES LIMITED

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VECTONE NETWORK SERVICES LIMITED

Directors' Report For the Year Ended 31 December 2019

The Directors present their report and the financial statements for the year ended 31 December 2019.

Principal activity

The principal activity of the company continued to be that of wireless telecommunications activities.

Director

The Director who served during the year was:

L Subramaniam (resigned 15 December 2020)

Auditors

Under section 487(2) of the Companies Act 2006, ASN Partnership will be deemed to have been reappointed as auditors 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

Disclosure of information to auditors

Each of the persons who are Directors at the time when this Directors' Report is approved has confirmed that:

- so far as the Director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the Director has taken all the steps that ought to have been taken as a Director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Going concern

The Director considers it appropriate to prepare the financial statements on a going concern basis as its parent company has confirmed that it will continue to provide financial support for the foreseeable future.

The events since the balance sheet caused by COVID-19 has caused interruption to the trading of the company and to our parent company. Our parent company has sufficient resources to be able to continue provide financial support.

In addition to the support that will be provided by our parent company The UK Government has also announced an "unprecedented" set of financial measures to support the UK economy through COVID-19 and we are of the opinion this will also enable us to continue as a going concern.

Post balance sheet events

Since the balance sheet date, the emergence of the COVID-19 virus has had a significant impact throughout the world. Our operations have been greatly reduced since mid-March. We do however remain hopeful that due to the financial resources of our parent company and the support it has confirmed it will provide to us that we will recover from this downturn in our operations. The events of COVID-19 are considered to be non-adjusting.

The Directors continue to monitor the pending changes arising from UK's Brexit deal, the Directors anticipate some potential impact and will assess, and actions changes to ensure the company operations are not affected..

VECTONE NETWORK SERVICES LIMITED

Directors' Report (continued)
For the Year Ended 31 December 2019

Small companies note

In preparing this report, the Directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 16 April 2021 and signed on its behalf.

B Allirajah
Director

**Directors' Responsibilities Statement
For the Year Ended 31 December 2019**

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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), 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 for the Company's financial statements and then apply them consistently;
- make judgments 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 to 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.

Independent Auditors' Report to the Members of VECTONE NETWORK SERVICES LIMITED

Opinion

We have audited the financial statements of VECTONE NETWORK SERVICES LIMITED (the 'Company') for the year ended 31 December 2019, which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Changes in Equity and the related notes, including a summary of significant accounting policies. 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 the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2019 and of its loss 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 opinion

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 Auditors' 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 United Kingdom, including the Financial Reporting Council'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 opinion.

Material uncertainty related to going concern

We draw attention to note 2.3 in the financial statements, which indicates that the company incurred a net loss of £225 during the year ended 31 December 2019 and, as of that date, the company's liabilities exceeded its total assets by £40,247. As stated in note 2.3, these events or conditions, along with the other matters as set forth in note 2.3, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Other information

The Directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Auditors' Report thereon. 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.

We have nothing to report in this regard.

Independent Auditors' Report to the Members of VECTONE NETWORK SERVICES LIMITED (continued)

Opinion 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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 Directors' Report.

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; 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' exemptions in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement set out on page 3, 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.

Auditors' 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 Auditors' 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 Auditors' Report.

VECTONE NETWORK SERVICES LIMITED

Independent Auditors' Report to the Members of VECTONE NETWORK SERVICES LIMITED (continued)

Use of our report

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 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.

Mr. Nadeem Siddique FCCA (Senior Statutory Auditor)

for and on behalf of

ASN Partnership

Chartered Certified Accountants

Statutory Auditor

47 York Road

Ilford

IG1 3AD

16 April 2021

VECTONE NETWORK SERVICES LIMITED

Profit and Loss Account
For the Year Ended 31 December 2019

	Note	2019 £	2018 £
Administrative expenses		(225)	(240)
Operating loss		(225)	(240)
Loss for the financial year		(225)	(240)

VECTONE NETWORK SERVICES LIMITED
Registered number: 05889708

Balance Sheet
As at 31 December 2019

	Note	2019 £	2018 £
Current assets			
Debtors: amounts falling due within one year	3	-	25
Cash at bank and in hand		40	-
		<u>40</u>	<u>25</u>
Creditors: amounts falling due within one year	4	(8,581)	(8,581)
Net current liabilities		<u>(8,541)</u>	<u>(8,556)</u>
Total assets less current liabilities		<u>(8,541)</u>	<u>(8,556)</u>
Creditors: amounts falling due after more than one year	5	(31,706)	(31,466)
Net liabilities		<u><u>(40,247)</u></u>	<u><u>(40,022)</u></u>
Capital and reserves			
Called up share capital		1	1
Profit and loss account		(40,248)	(40,023)
		<u><u>(40,247)</u></u>	<u><u>(40,022)</u></u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 16 April 2021.

B Allirajah
Director

VECTONE NETWORK SERVICES LIMITED

**Statement of Changes in Equity
For the Year Ended 31 December 2019**

	Called up share capital £	Profit and loss account £	Total equity £
At 1 January 2018	1	(39,783)	(39,782)
Comprehensive income for the year			
Loss for the year	-	(240)	(240)
At 1 January 2019	1	(40,023)	(40,022)
Comprehensive income for the year			
Loss for the year	-	(225)	(225)
At 31 December 2019	1	(40,248)	(40,247)

VECTONE NETWORK SERVICES LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2019

1. General information

Vectone Network Services Limited is a private company limited by shares incorporated in England and Wales. The company registered office is 54 Marsh Wall, Canary Wharf, London, E14 9TP.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Financial reporting standard 102 - reduced disclosure exemptions

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

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 26 Share-based Payment paragraphs 26.18(b), 26.19 to 26.21 and 26.23;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of Vectone Investment Holding

Limited as at 31 December 2019 and these financial statements may be obtained from its registered

office, 54 Marshall Wall, Canary Wharf, London, E14 9TP.

Notes to the Financial Statements
For the Year Ended 31 December 2019

2. Accounting policies (continued)

2.3 Going concern

At the time of approving the financial statements, the Directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus, the Directors continue to adopt the going concern basis of accounting in preparing the financial statements.

At 31 December 2019, the company's had net current liabilities of £8,541 (2018: £8,556), net liabilities of £40,247 ((2018: £40,022). and an net loss of £225 (2018: £240), however the financial statements have been prepared on a going concern basis.

The World Health Organisation declared the outbreak of a coronavirus (COVID-19) a pandemic. The COVID-19 outbreak in the United Kingdom has resulted in the temporary lockdown and reduction of operations which have been government mandated. At the current time, the Directors are unable to quantify the potential effects of this pandemic on future reporting periods. Based on the current budgeted forecasts and demand for its telecoms services and governments continue to support telecom industry, the Directors consider it appropriate to adopt a going concern basis in preparing the financial statements.

2.4 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.5 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.6 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.7 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or in case of an out-right short-term loan that is not at market rate, the financial asset or liability is measured, initially at the present value of future cash flows discounted at a market rate of interest for a similar debt

VECTONE NETWORK SERVICES LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2019

2. Accounting policies (continued)

2.7 Financial instruments (continued)

instrument and subsequently at amortised cost, unless it qualifies as a loan from a director in the case of a small company, or a public benefit entity concessionary loan.

Investments in non-derivative instruments that are equity to the issuer are measured:

- at fair value with changes recognised in the Profit and Loss Account if the shares are publicly traded or their fair value can otherwise be measured reliably;
- at cost less impairment for all other investments.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Profit and Loss Account.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Derivatives, including interest rate swaps and forward foreign exchange contracts, are not basic financial instruments. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in profit or loss in finance costs or income as appropriate. The company does not currently apply hedge accounting for interest rate and foreign exchange derivatives.

3. Debtors

	2019 £	2018 £
Other debtors	-	25
	<u>-</u>	<u>25</u>

VECTONE NETWORK SERVICES LIMITED

**Notes to the Financial Statements
For the Year Ended 31 December 2019**

4. Creditors: Amounts falling due within one year

	2019 £	2018 £
Trade creditors	8,581	8,581
	<u>8,581</u>	<u>8,581</u>

5. Creditors: Amounts falling due after more than one year

	2019 £	2018 £
Amounts owed to group undertakings	31,706	31,466
	<u>31,706</u>	<u>31,466</u>

6. Share capital

	2019 £	2018 £
Allotted, called up and fully paid		
1 (2018 - 1) Ordinary share of £1.00	<u>1</u>	<u>1</u>

7. Post balance sheet events

Since the balance sheet date, the emergence of the COVID-19 virus has had a significant impact throughout the world. Our operations have been greatly affected since mid-March. We do however remain hopeful that due to the financial resources available and along with the continued support of the UK government to telecoms sector that group will recover from this downturn in our operations. The events of COVID-19 are considered to be non-adjusting.

The Directors continue to monitor the pending changes arising from UK's Brexit deal, the Directors anticipate some potential impact and will assess, and actions changes to ensure the group operations are not affected.

8. Related party transactions

The company has taken exemption under FRS102 from disclosing group transactions.

VECTONE NETWORK SERVICES LIMITED

**Notes to the Financial Statements
For the Year Ended 31 December 2019**

9. Parent company

The immediate parent company is Vectone Holding Limited (company registration number 05888974), a company registered in England and Wales. The Ultimate parent company is Vectone Investment Holding Limited (company registration number 05506602), a company registered in England and Wales.

The ultimate controlling party is Mr B. Allirajah.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.