

**Company Registration No. 01648524**

**Vodafone Enterprise Equipment Limited**

**Annual report and financial statements**

**For the year ended 31 March 2015**

**Registered Office  
Vodafone House  
The Connection  
Newbury  
Berkshire  
RG14 2FN**

**THURSDAY**



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**24/12/2015**

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**COMPANIES HOUSE**

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## Directors' report

The Directors present their annual report and the financial statements for the year ended 31 March 2015

### Principal activities and review of developments

The principal activity of the Company is to hold network assets which are used by other Vodafone Group companies. No change in the Company's activities is envisaged in the foreseeable future.

The Company has met the requirement in the Companies Act 2006 to take the exemption from the need to present a Strategic Report.

### Business review

The profit for the year amounts to £118,000 (2014: loss of £315,000).

Given the support of the Vodafone Group the Directors consider that the Company has sufficient funding to meet its financial needs as they fall due for a period of not less than 12 months from the date of these financial statements. Accordingly, the Directors have prepared the financial statements on a going concern basis, notwithstanding net liabilities of £6046,000 (2014: £6,164,000).

### Dividends

The Directors do not recommend the payment of a dividend (2014: £nil).

### Directors of the company

The Directors who held office during the year and subsequent to the year end were:

P S Davis (resigned 1 September 2014)

A R Kinch (resigned 30 November 2014)

K Phillip (appointed 1 September 2014 and resigned 31 March 2015)

Vodafone Corporate Secretaries Limited (appointed 8 December 2014)

S Showell (appointed 8 December 2014 and resigned 25 August 2015)

T Green (appointed 25 August 2015)

On behalf of the Board



Vodafone Corporate Secretaries Limited, Director per and on behalf of  
Director

Date 21/12/15

W CHINE

## Profit and loss account

*For the year ended 31 March 2015*

	Note	2015 £'000	2014 £'000
Turnover	2	1,550	1,681
Operating expenses	3	(1,480)	(1,201)
Operating profit		70	480
Interest payable and similar charges	4	(560)	(511)
Loss on ordinary activities before taxation		(490)	(31)
Taxation	5	608	(284)
Profit/(loss) for the financial year		<u>118</u>	<u>(315)</u>

The results for the year are derived entirely from continuing operations

The company has no recognised gains or losses for the year other than the results above. Accordingly, no separate statement of total recognised gains and losses has been presented

The accompanying notes pages 5 to 10 form an integral part of these financial statements

## Reconciliation of movements in shareholders' deficit

*For the year ended 31 March 2015*

	2015 £'000	2014 £'000
Profit/(loss) attributable to the members of the company	118	(315)
Net increase to shareholders' deficit	118	(315)
Opening shareholders' deficit at 1 April	(6,164)	(5,849)
Closing shareholders' deficit at 31 March	(6,046)	(6,164)

The accompanying notes pages 5 to 10 form an integral part of these financial statements

## Balance sheet

as at 31 March 2015

	Note	2015 £'000	2014 £'000
<b>Fixed assets</b>			
Tangible assets	6	<u>8,809</u>	<u>6,925</u>
<b>Current assets</b>			
Debtors	7	3,819	928
Creditors Amounts falling due within one year	8	<u>(18,674)</u>	<u>(14,017)</u>
Net current liabilities		<u>(14,855)</u>	<u>(13,089)</u>
Net liabilities		<u>(6,046)</u>	<u>(6,164)</u>
<b>Capital and reserves</b>			
Called-up share capital	9	500	500
Profit and loss account	10	<u>(6,546)</u>	<u>(6,664)</u>
Total shareholders' deficit		<u>(6,046)</u>	<u>(6,164)</u>

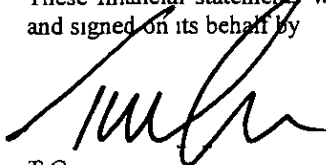
For the year ending 31 March 2015 the Company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to small companies

The members have not required the company to obtain an audit of in accordance with section 476 of the Companies Act 2006

The directors acknowledge their responsibilities for (a) ensuring the company keeps accounting record which comply with section 386 of the Companies Act 2006, and (b) preparing accounts which give a true and fair view of the state of affairs of the Company as at the end of the financial year, and of its profit and loss for the financial year, in accordance with the requirements of section 393 of that Act, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company

These financial statements were approved by the Board of Directors and authorised for issue on  
and signed on its behalf by

21/12/15



T Green  
Director

The accompanying notes pages 5 to 10 form an integral part of these financial statements

## Notes to the financial statements

*(forming part of the financial statements)*

### 1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements

#### Basis of preparation

The financial statements are prepared in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), and under the historical cost accounting rules

Given the support of the Vodafone Group the Directors consider that the Company has sufficient funding to meet its financial needs as they fall due for a period of not less than 12 months from the date of these financial statements. Accordingly, the Directors have prepared the financial statements on a going concern basis, notwithstanding net liabilities of £6,046,000 (2014 £6,164,000)

#### Cash flow statement

Under FRS 1, the Company is exempt from the requirement to prepare a cash flow statement on the grounds that it is a wholly owned subsidiary undertaking. A consolidated cash flow statement is included in the financial statements of Vodafone Group Plc in which the Company is consolidated and which are publicly available from the address in note 12

#### Revenue recognition

Turnover, which excludes discounts and value added tax, comprises income earned from the use of its assets by fellow group companies

#### Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation and impairment losses. The cost of fixed assets includes materials, direct labour and other incremental costs applicable to the design, construction and connection of the telecommunications networks and equipment. Where the Company has a legal or constructive obligation to dismantle and remove its assets and restore the relevant sites, a provision is made for the estimated costs of the asset retirement obligation. The present value of the asset retirement obligation is capitalised as part of the initial cost of the asset.

Depreciation is provided on the difference between the cost of tangible fixed assets and their estimated residual value in equal instalments over the estimated useful life of the assets. These lives are

Plant and equipment

3 to 5 years

#### Foreign currencies

Transactions during the year denominated in foreign currency have been translated at the rates of exchange ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated to sterling at the rates of exchange ruling at the balance sheet date. The resulting gains or losses are dealt with through the profit and loss account.

## Notes to the financial statements

(continued)

### 1 Accounting policies (continued)

#### Taxation

The charge for taxation is based on the result for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS 19

### 2 Turnover

The Company operates in a single business segment being the provision of telecommunications and related services

### 3 Operating expenses

	2015 £'000	2014 £'000
Trading foreign exchange	69	(21)
Other operating income	-	(43)
Depreciation of tangible fixed assets	<u>1,411</u>	<u>1,265</u>
	<u>1,480</u>	<u>1,201</u>

The Directors did not receive any emoluments in respect of their services for this Company during the year (2014 £nil)

The Company had no employees during the year (2014 nil)

In the current year the Company is exempted from audit and no remuneration is payable (2014 £2,500) for the audit of these financial statements

### 4 Interest payable and similar charges

	2015 £'000	2014 £'000
Interest on loans from group undertakings	<u>560</u>	<u>511</u>
	<u>560</u>	<u>511</u>

**Notes to the financial statements**

*(continued)*

**5 Taxation**

**Tax charge on loss on ordinary activities**

	2015 £'000	2014 £'000
<b>Current tax</b>		
UK Corporation Tax at 21% (2014 23%)	(221)	284
Adjustments in respect of previous years	(387)	-
<b>Total tax charge</b>	<u>(608)</u>	<u>284</u>

The standard rate of tax for the year, based on the UK standard rate of corporation tax, is 21% (2014 23%) The actual tax charge for the current and previous year differs from the tax charge/(credit) at the standard rate for the reasons set out in the following reconciliation

	2015 £'000	2014 £'000
Loss on ordinary activities before tax	<u>(490)</u>	<u>(31)</u>
Tax on loss on ordinary activities before tax at standard rate of 21% (2014 23%)	(103)	(7)
<b>Factors affecting tax charge for the year.</b>		
Depreciation in excess of capital allowances	(118)	291
Other permanent differences	(387)	-
<b>Current tax charge for the year</b>	<u>(608)</u>	<u>284</u>

A deferred tax asset of £36,000 (2014 £485,000) has not been recognised in respect of fixed asset timing differences as it is not certain that suitable taxable profits will be available against which this asset can be utilised

**Notes to the financial statements**

*(continued)*

**6 Tangible assets**

	<b>Plant and equipment £'000</b>	<b>Assets under construction £'000</b>	<b>Total £'000</b>
<b>Cost or valuation</b>			
At 1 April 2014	10,727	383	11,110
Additions	-	3,295	3,295
Transfers between categories	707	(707)	-
At 31 March 2015	11,434	2,971	14,405
<b>Depreciation</b>			
At 1 April 2014	4,185	-	4,185
Charge for the year	1,411	-	1,411
At 31 March 2015	5,596	-	5,596
<b>Net book value</b>			
At 31 March 2015	5,838	2,971	8,809
At 31 March 2014	6,542	383	6,925

**7 Debtors**

	<b>2015 £'000</b>	<b>2014 £'000</b>
<b>Amounts falling due within one year</b>		
Owed by group undertakings	2,497	925
Other debtors	1,038	3
Group relief receivable	284	-
	<u>3,819</u>	<u>928</u>

**Notes to the financial statements**  
*(continued)*

**8 Creditors Amounts falling due within one year**

	<b>2015</b>	<b>2014</b>
	<b>£'000</b>	<b>£'000</b>
Amounts owed to fellow group undertakings	17,749	13,635
Group relief payable	-	284
Taxation	63	-
Other creditors	6	-
Accruals and deferred income	856	98
	<u>18,674</u>	<u>14,017</u>

The amount owed by group undertakings includes a loan payable to Cable & Wireless Europe Holdings Limited of £14,193,000 (2014 £13,633,000) which bears interest at LIBOR plus 3.5%. The loan and any interest accrued thereon become repayable in full on the last day of each borrowing period or immediately upon demand by the lender.

**9 Called-up share capital**

**Allotted and called-up shares**

	<b>2015</b>		<b>2014</b>	
	<b>No</b>	<b>£</b>	<b>No</b>	<b>£</b>
Ordinary shares of £1 each 50p paid	<u>1,000,000</u>	<u>500,000</u>	<u>1,000,000</u>	<u>500,000</u>

**10 Reserves**

	<b>Profit and loss account £'000</b>
At 1 April 2014	(6,664)
Profit for the year	<u>118</u>
At 31 March 2015	<u>(6,546)</u>

**Notes to the financial statements**

*(continued)*

**11 Related party transactions**

Under FRS 8, the Company is exempt from the requirement to disclose transactions with wholly owned entities that are part of the Vodafone Group, as all of the Company's voting rights are controlled within the Group. There are no transactions with any other related parties.

**12 Ultimate parent company and controlling party**

The Company's immediate parent company is The Eastern Leasing Company Limited, a company registered in England and Wales.

The Directors regard Vodafone Group Plc, a company registered in England and Wales, as the ultimate parent company and controlling party.

The smallest and largest group in which the results of the Company are consolidated is that of Vodafone Group Plc. The consolidated financial statements of Vodafone Group plc may be obtained from the Company Secretary, Vodafone Group Plc, Vodafone House, The Connection, Newbury, Berkshire, RG14 2FN.