

**NE COMPUTING PLC**  
**Report and Financial Statements**  
**Period ended 31 March 2018**

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COMPANIES HOUSE

# **NE COMPUTING PLC**

## **REPORT AND FINANCIAL STATEMENTS 2018**

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# **NE COMPUTING PLC DIRECTORS' REPORT**

## **DIRECTORS**

J P Kimpton  
P Moir

## **REGISTERED OFFICE**

Point 3  
Haywood Road  
Warwick  
CV34 5AH

## NE COMPUTING PLC DIRECTORS' REPORT

The Directors present their annual report and the financial statements of the Company for the year ended 31 March 2018.

This Directors' report has been prepared in accordance with the special provisions relating to small companies under section 415A of the Companies Act 2006.

### PRINCIPAL ACTIVITY AND FUTURE PROSPECTS

On 12 September 2016, the entire issued share capital of the Company was acquired by **telent** Technology Services Limited ("tTSL"). On 1 January 2017, all trade, assets and liabilities were sold to tTSL for £2,679,000 which equated to their fair value at that date.

During the prior period the Company changed its accounting year end from 31 December to 31 March to be consistent with the rest of the **telent** Group. The results for the period ended 31 March 2017 therefore represent 15 months of activity.

The Company has been dormant, as defined in section 1169 of the Companies Act 2006, throughout the current year. It is anticipated that the company will remain dormant for the foreseeable future.

### RESULTS AND DIVIDENDS

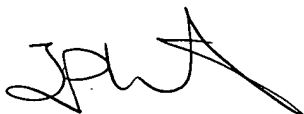
The Company made neither a profit nor a loss during the year (2017: profit of £1,040,000). The Directors do not recommend the payment of a dividend (2017: £158,400).

### DIRECTORS

The Directors holding office since 1 April 2017 are listed below:

J P Kimpton  
P Moir

By Order of the Board



J P Kimpton  
Director

Date: 20/9/18

**NE COMPUTING PLC**  
**PROFIT AND LOSS ACCOUNT**

	<b>Note</b>	<b>Year ended 31 Mar 2018 £000's</b>	<b>15 months ended 31 Mar 2017 £000's</b>
<b>TURNOVER</b>	<b>3</b>	-	14,535
Cost of sales		-	(10,934)
<b>GROSS PROFIT</b>		-	3,601
Administrative expenses		-	(2,399)
<b>TOTAL OPERATING PROFIT</b>	<b>4</b>	-	1,202
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE FINANCE CHARGES</b>		-	1,202
Interest receivable and similar income	5	-	2
Interest payable and similar charges	6	-	(8)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		-	1,196
Tax on profit on ordinary activities	8	-	(156)
<b>PROFIT FOR THE FINANCIAL PERIOD</b>		-	1,040

The Company did not trade during the current year and has made neither a profit nor loss, nor any other recognised gain or loss.

There were no recognised gains or losses in the prior year other than the profit for that year. Accordingly, no statement of comprehensive income has been prepared. All results derived from continuing operations.

The notes on pages 6 to 10 form an integral part of these financial statements.

# NE COMPUTING PLC

## BALANCE SHEET

	Note	31 Mar 2018 £000's	31 Mar 2017 £000's
<b>CURRENT ASSETS</b>			
Debtors – due within one year	9	<u>2,665</u>	<u>2,665</u>
<b>NET ASSETS</b>		<u>2,665</u>	<u>2,665</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	10	55	55
Share premium		72	72
Profit and loss account		<u>2,538</u>	<u>2,538</u>
<b>SHAREHOLDER'S FUNDS</b>		<u>2,665</u>	<u>2,665</u>

The accompanying notes are an integral part of this balance sheet.

The Company did not trade during the current year and has made neither a profit nor loss, nor any other recognised gain or loss.

For the year ended 31 March 2018 the Company was entitled to exemption from audit under section 480 of the Companies Act 2006 ("the Act") relating to dormant companies.

The members have not required the Company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act.

The Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The Board of Directors approved and authorised for issue the financial statements of NE Computing PLC, registered number 2005519, on 20 September 2018.

Signed on behalf of the Board of Directors by:



J P Kimpton  
Director

**NE COMPUTING PLC**  
**STATEMENT OF CHANGES IN EQUITY**

	Share Capital £000's	Share Premium £000's	Profit and Loss account £000's	Total £000's
At 1 January 2016	53	39	1,656	1,748
Exercise of share options	2	33	-	35
Dividend paid	-	-	(158)	(158)
Profit for the year	-	-	1,040	1,040
At 1 April 2017	55	72	2,538	2,665
Profit for the period	-	-	-	-
<b>At 31 March 2018</b>	<b>55</b>	<b>72</b>	<b>2,538</b>	<b>2,665</b>

# NE COMPUTING PLC

## NOTES TO THE FINANCIAL STATEMENTS

Period ended 31 March 2018

### 1. ACCOUNTING POLICIES

#### Accounting convention

NE Computing PLC is a private company limited by shares and incorporated and domiciled in England, UK.

These financial statements have been prepared in accordance with Financial Reporting Standard 102 ("FRS 102").

The financial statements are prepared in Sterling which is the functional currency of the Company and under the historical cost convention.

#### Related party transactions

The Company is a wholly owned subsidiary of **telent** Technology Services Limited, which is a subsidiary of the **telent** Limited Group. Advantage has been taken of the exemption permitted by FRS102 section 33.11 not to disclose transactions with entities that are part of the **telent** Group or investees of the **telent** Group qualifying as related parties. Balances with these entities are disclosed in note 9 of these financial statements.

#### Foreign currency

Transactions in foreign currencies are recorded at the rate of exchange on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date. All exchange differences are included in the profit and loss account.

#### Turnover

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales-related taxes.

Revenue from product sales of hardware and software is recognised when: persuasive evidence of an arrangement exists; delivery has occurred or service has been rendered; customer acceptance has occurred; the price to the buyer is fixed or determinable; and collectability is reasonably assured. Revenue from services is recognised at the time of performance and acceptance by the customer. Revenue from multiple element contracts is allocated based on the relative fair value of each individual element.

#### Interest receivable and payable

Interest payable and similar charges include net foreign exchange losses that are recognised in the profit and loss account. Interest receivable and similar income include interest receivable on funds invested and net foreign exchange gains.

Interest receivable and interest payable are recognised in profit or loss as they accrue. Foreign currency gains and losses are reported on a net basis.

#### Taxation

Taxation on profit on ordinary activities is that which has been paid or becomes payable in respect of profits for the period.

Deferred taxation is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income or expenditure in taxation computations in periods different from those in which they are included in the financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.



## NOTES TO THE FINANCIAL STATEMENTS

### Period ended 31 March 2018

#### 2. ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the Company's accounting policies, which are described in Note 1, the Directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The Directors have reviewed the estimates and underlying assumptions used in preparing these accounts and, in their opinion, there are no critical estimates and judgements to disclose.

#### 3. SEGMENTAL ANALYSIS

##### TURNOVER BY DESTINATION

	<b>Year ended 31 Mar 2018 £000's</b>	<b>15 months ended 31 Mar 2017 £000's</b>
United Kingdom	-	12,882
Overseas	-	1,653

#### 4. OPERATING PROFIT

Operating profit is stated after charging:

	<b>Year ended 31 Mar 2018 £000's</b>	<b>15 months ended 31 Mar 2017 £000's</b>
Depreciation and amounts written off tangible fixed assets	-	48

All audit fees were borne by another Group company for the period ended 31 March 2017 (£10,000).

# NE COMPUTING PLC

## NOTES TO THE FINANCIAL STATEMENTS

Period ended 31 March 2018

### 5. INTEREST RECEIVABLE AND SIMILAR INCOME

	Year ended 31 Mar 2018 £000's	15 months ended 31 Mar 2017 £000's
<b>Interest receivable and similar income</b>		
Income from cash on deposit	-	2

### 6. INTEREST PAYABLE AND SIMILAR CHARGES

	Year ended 31 Mar 2018 £000's	15 months ended 31 Mar 2017 £000's
<b>Interest payable and similar charges</b>		
Directors' loans	-	1
Bank interest	-	7
	-	8

### 7. DIRECTORS AND EMPLOYEES

The Company had no employees during the current year. In the prior period the average monthly number of employees was 25.

	Year ended 31 Mar 2018 £000's	15 months ended 31 Mar 2017 £000's
<b>Staff costs for the above persons were:</b>		
Wages and salaries	-	1,928
Social security costs	-	237
Other pension costs	-	17
	-	2,182

In the current year the Directors are employed and remunerated by other companies in the **telent** Group and they do not receive any remuneration specifically for their services as Directors of the Company.

In the prior period Directors' emoluments of £254,000 were paid by the Company and the highest paid director received remuneration of £206,000. The number of directors during the prior period who were members of a defined contribution pension scheme was 3.

# NE COMPUTING PLC

## NOTES TO THE FINANCIAL STATEMENTS Period ended 31 March 2018

### 8. TAXATION

#### a) Tax on profit on ordinary activities

	Year ended 31 Mar 2018 £000's	15 months ended 31 Mar 2017 £000's
<b>Current taxation</b>		
UK taxation at 19% (2017: 20%)	-	(174)
Adjustment in respect of prior periods	-	9
	-	(165)
<b>Deferred taxation</b>		
Origination and reversal of timing differences	-	9
Tax charge on profit on ordinary activities	-	(156)

#### b) Reconciliation of total tax charge for the period

	Year ended 31 Mar 2018 £000's	15 months ended 31 Mar 2017 £000's
Profit on ordinary activities before taxation	-	1,196
Tax on profit at UK statutory rate of 19% (2017: 20%)	-	(239)
Depreciation in excess of capital allowances	-	5
Permanent differences	-	(7)
Group relief for no payment	-	76
Adjustment in respect of prior years	-	9
Total tax for the period	-	(156)

A reduction in the UK corporation tax rate from 20% to 19% (effective from 1 April 2017) and to 18% (effective 1 April 2020) were substantively enacted on 26 October 2015, and an additional reduction to 17% (effective 1 April 2020) was substantively enacted on 6 September 2016. This will reduce the Company's future current tax charge accordingly.

There were no deferred tax assets or liabilities.

## NE COMPUTING PLC

### NOTES TO THE FINANCIAL STATEMENTS

Period ended 31 March 2018

#### 9. DEBTORS

	31 Mar 2018 £000's	31 Mar 2017 £000's
<b>Amounts falling due within one year</b>		
Amounts owed by Group undertakings	<u>2,665</u>	<u>2,665</u>

#### 10. CALLED UP SHARE CAPITAL

	31 Mar 2018 £000's	31 Mar 2017 £000's
<b>Allotted, called up and fully paid</b>		
55,000 (2017: 55,000) ordinary shares of £1 each	<u>55</u>	<u>55</u>

#### 11. RELATED PARTY TRANSACTIONS

The Company is a wholly owned subsidiary of **telent** Limited. Advantage has been taken of the exemption permitted by FRS 102 section 33.11 not to disclose transactions with entities that are part of the telent Group or investees of the Group qualifying as related parties. Balances with these entities are disclosed in note 9 of these financial statements.

#### 12. ULTIMATE PARENT UNDERTAKING

The Company's ultimate controlling party is Tusk Investments LP Inc. a Guernsey registered Limited Liability Partnership. The Company's immediate parent and controlling company is **telent** Technology Services Limited.

**telent** Limited is the parent of the **telent** Group and is the only parent undertaking to consolidate the financial statements of the Company. Copies of the financial statements of **telent** Limited are available from the Secretary at Point 3, Haywood Road, Warwick, CV34 5AH.