

## Networks First Limited

### Annual report and financial statements

Registered number 02912114

31 March 2020



*Networks First Limited*  
*Annual report and financial statements*  
*31 March 2020*

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## Director and advisers

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**Director**

N Harrison

**Secretary**

F Hale

**Registered Office**

One Cranmore  
Cranmore Drive  
Shirley  
Solihull  
B90 4RZ

**Registered number**

02912114

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## Strategic report

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### Review of the business

Networks First was acquired by Convergence Group in February 2016 and over the course of the post acquisition period, following the synergies achieved by merging the back-office operations, there has been a concerted effort to integrate the product portfolio's properly. Networks First was a strategic purchase that allowed Convergence Group to offer connectivity as a fully integrated service across the Local Area Network (LAN) and across the Wide Area Network (WAN). The integration of the portfolio and necessary focus of the new products has driven the need to address the resources available internally and customer contracts that were historically serviced and renewed.

Following completion of this integration process the decision was taken to hive up the trade and assets of Networks First Limited to Convergence (Group Networks) Limited, the parent undertaking, on 1<sup>st</sup> April 2018. Networks First Limited has been a dormant entity since that date.

### Key risks and uncertainties

Following the hive up of the business to Convergence (Group Networks) Limited, there are no significant risks and uncertainties remaining within Networks First Limited.

By order of the Board

*N Harrison*

**N Harrison**  
*Director*

3/3/2021

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## Director's report

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The director presents his report with the financial statements of the company for the year ended 31 March 2020.

On 1 April 2018, the director took the decision to hive up the Networks First business into Convergence Group (Networks) Limited. Accordingly the director has not prepared the financial statements on a going concern basis.

### **Dividends**

No interim dividends have been paid during the year. No final dividend is recommended (2019: £Nil).

### **Director**

The following director has held office during the year:

N Harrison

### **Political contributions**

The Company made no political donations in either year.

By order of the Board

*N Harrison*

**N Harrison**  
*Director*

3/3/2021

One Cranmore  
Cranmore Drive  
Shirley  
Solihull  
B90 4RZ

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## Statement of director's responsibilities in respect of the strategic report, the director's report and the financial statements

The director is responsible for preparing the Strategic Report, the Director's 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 they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 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 and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations or have no realistic alternatives but to do so.

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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

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**Balance sheet**  
**at 31 March 2020**

	<i>Note</i>	<b>31 March 2020 £000</b>	31 March 2019 £000
<b>Current assets</b>			
Debtors (including £Nil due in more than one year (2019: Nil))	3	3,922	3,922
<b>Net current assets</b>		<b>3,922</b>	3,922
<b>Total assets less current liabilities</b>		<b>3,922</b>	3,922
<b>Net assets</b>		<b>3,922</b>	3,922
<b>Capital and reserves</b>			
Called up share capital	4	10	10
Share premium		40	40
Profit and loss account		3,872	3,872
<b>Shareholders' funds</b>		<b>3,922</b>	3,922

The accompanying notes form an integral part of the financial statements.

3/3/2021

These financial statements were approved by the board of directors on  
 behalf by:

and were signed on its

*N Harrison*

**N Harrison**

*Director*

Company registered number: 02912114

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## Notes (forming-part-of the-financial-statements)

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### 1. Accounting policies

Networks First Limited (the "Company") is a company limited by shares and incorporated and domiciled in the UK. The company is registered in England and Wales under company registered number 02912114. The registered office address is One Cranmore, Cranmore Drive, Shirley, Solihull, B90 4RZ.

These financial statements were prepared in accordance with Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and- Republic of Ireland ("FRS 102") as issued in August 2014, and amended in July 2015. The presentation currency of these financial statements is sterling. All amounts in the financial statements have been rounded to the nearest £1,000.

The Company is included within the consolidated financial statements of the ultimate holding company, Convergence Holdings Limited. The consolidated financial statements of Convergence Holdings Limited are available to the public and may be obtained from the address given in note 6. In these financial statements, the company is considered to be a dormant entity (for the purposes of this FRS) and has applied the relevant exemptions available under FRS 102 in respect of the following disclosures:

- Reconciliation of the number of shares outstanding from the beginning to end of the period;
- Profit and Loss Account, Cash Flow Statement and related notes; and
- Key Management Personnel compensation.

As the consolidated financial statements of Convergence Holdings Limited include the equivalent disclosures, the Company has also taken the exemptions under FRS 102 available in respect of the following disclosures:

- Certain disclosures required by FRS 102.26 Share Based Payments; and,
- The disclosures required by FRS 102.11 Basic Financial Instruments and FRS 102.12 Other Financial Instrument Issues in respect of financial instruments not falling within the fair value accounting rules of Paragraph 36(4) of Schedule 1.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

#### 1.1. Measurement convention

The financial statements are prepared on the historical cost basis.

#### 1.2. Non-going concern

On 1 April 2018, the directors took the decision to hive up the Networks First business into Convergence Group (Networks) Limited, a fellow group undertaking. Accordingly the company is now dormant.



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## Notes (continued)

### 2. Fixed asset investments

	Shares in Group undertakings 2020 £	Shares in Group undertakings 2019 £
<b>Cost and net book value</b>		
At beginning of year	-	5
Liquidated during the year	-	(5)
At end of year	-	-

The beneficial ownership of the subsidiary undertakings of the Company was transferred to Convergence (Group Networks) Limited as part of the hive up on 1 April 2018. All such undertakings were liquidated during the prior year.

### 3. Debtors

	2020 £000	2019 £000
Amounts owed by group undertakings	3,922	3,922
Prepayments and accrued income	-	-
	3,922	3,922
Due within one year	3,922	3,922
	3,922	3,922

Debtors include prepayments and accrued income of £Nil (2019: Nil) due after more than one year.

Amounts owed by group undertakings are unsecured, interest free and repayable on demand.

### 4. Capital and reserves

#### Share Capital

	2020 £	2019 £
<i>Allotted, called up and fully paid</i>		
19,775 (2019: 19,775) ordinary shares of £0.50 each	10	10

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company.

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## Notes (continued)

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### **5. Related parties**

There have been no transactions with any related parties except for those within the Convergence Group.

### **6. Ultimate controlling party and parent undertaking**

The Company is a subsidiary undertaking of Convergence (Group Networks) Limited. The ultimate parent company is Convergence Holdings Limited. The ultimate controlling party is N Harrison.

The largest and smallest group in which the results of the Company and its group are consolidated is that headed by Convergence Holdings Limited, a company incorporated in the United Kingdom. The consolidated financial statements of Convergence Holdings Limited are available to the public and may be obtained from the registered office address which is One Cranmore, Cranmore Drive, Shirley, Solihull, B90 4RZ.