
VIRTUAL TALK LIMITED

FINANCIAL STATEMENTS
PAGES FOR FILING WITH REGISTRAR
FOR THE YEAR ENDED 30 JUNE 2020

VIRTUAL TALK LIMITED
REGISTERED NUMBER: 04890632

BALANCE SHEET
AS AT 30 JUNE 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	5	2,810	6,349
		<u>2,810</u>	<u>6,349</u>
Current assets			
Debtors: amounts falling due within one year	6	889,428	511,102
Cash at bank and in hand		192,593	102,363
		<u>1,082,021</u>	<u>613,465</u>
Creditors: amounts falling due within one year	7	(1,964,463)	(1,385,068)
Net current liabilities		<u>(882,442)</u>	<u>(771,603)</u>
Total assets less current liabilities		<u>(879,632)</u>	<u>(765,254)</u>
Net liabilities		<u><u>(879,632)</u></u>	<u><u>(765,254)</u></u>
Capital and reserves			
Called up share capital		50,000	50,000
Profit and loss account		(929,632)	(815,254)
		<u><u>(879,632)</u></u>	<u><u>(765,254)</u></u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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 have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

VIRTUAL TALK LIMITED
REGISTERED NUMBER: 04890632

BALANCE SHEET (CONTINUED)
AS AT 30 JUNE 2020

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 3 September 2020.

Stephen Bramhall
Director

The notes on pages 3 to 7 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

1. General information

Virtual Talk Limited is a private company limited by share capital, incorporated in England and Wales, registration number 04890632. The address of the registered office is 30 Orange Street, London, WC2H 7HF.

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 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable for services provided in the accounting period.

2.3 Interest income

Interest income is recognised in profit or loss using the effective interest method.

2.4 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Computer equipment	- 25% straight line
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The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.5 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

2. Accounting policies (continued)

2.6 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.

2.7 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.

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 Statement of comprehensive income.

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.

2.8 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.

2.9 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

2.10 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

2. Accounting policies (continued)

2.11 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.12 Taxation

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

3. Employees

The average monthly number of employees, including directors, during the year was 26 (2019 - 23).

4. Taxation

	2020 £	2019 £
Corporation tax		
Repayment for current year	(99,308)	(86,985)
	<u>(99,308)</u>	<u>(86,985)</u>
Total current tax	<u><u>(99,308)</u></u>	<u><u>(86,985)</u></u>

Factors affecting tax charge for the year

No UK corporation tax arises as a result of the tax adjusted loss for the year.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

4. Taxation (continued)

Factors that may affect future tax charges

The company has unutilised tax losses of £335,453 (2019 - £335,453) and depreciation in excess of capital allowances of £8,087 (2019 - £6,940) resulting in a deferred tax asset of £65,273 (2019 - £63,337) which has not been recognised in these financial statements.

5. Tangible fixed assets

	Computer equipment £
Cost or valuation	
At 1 July 2019	68,807
At 30 June 2020	68,807
Depreciation	
At 1 July 2019	62,458
Charge for the year on owned assets	3,539
At 30 June 2020	65,997
Net book value	
At 30 June 2020	2,810
<i>At 30 June 2019</i>	<i>6,349</i>

VIRTUAL TALK LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

6. Debtors

	2020 £	2019 £
Trade debtors	127,736	122,486
Amounts owed by group undertakings	318,333	16,705
Other debtors	100,379	89,485
Prepayments and accrued income	342,980	282,426
	<u>889,428</u>	<u>511,102</u>

7. Creditors: Amounts falling due within one year

	2020 £	2019 £
Trade creditors	98,200	105,098
Amounts owed to group undertakings	1,098,403	931,453
Other taxation and social security	468,422	213,984
Other creditors	228,752	67,227
Accruals and deferred income	70,686	67,306
	<u>1,964,463</u>	<u>1,385,068</u>

8. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £28,104 (2019 - £18,831).

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.