

# **Future Networks Inc Ltd**

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 August 2020

# **Future Networks Inc Ltd**

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# **Future Networks Inc Ltd**

## **Company Information**

<b>Directors</b>	Mr N Milson Mr C Wojtyla Mr M Flower Mr C Dawson Mr L Gunn
<b>Company secretary</b>	Mrs E Flower Mrs K Harper
<b>Registered office</b>	Unit 1, Office 1 Tower Lane Business Park Tower Lane Warmley Bristol BS30 8XT
<b>Accountants</b>	C V Ross & Co Limited Accountants and Tax Consultants Unit 1, Office 1 Tower Lane Business Park Tower Lane Warmley Bristol BS30 8XT

**Future Networks Inc Ltd**  
**(Registration number: 07732662)**  
**Balance Sheet as at 31 August 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Intangible assets	<u>3</u>	2,000	4,000
Tangible assets	<u>4</u>	<u>165,204</u>	<u>173,889</u>
		<u>167,204</u>	<u>177,889</u>
<b>Current assets</b>			
Stocks	<u>5</u>	69,817	98,166
Debtors	<u>6</u>	434,323	484,198
Cash at bank and in hand		<u>616,201</u>	<u>616,020</u>
		1,120,341	1,198,384
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	<u>(603,823)</u>	<u>(611,783)</u>
<b>Net current assets</b>		<u>516,518</u>	<u>586,601</u>
<b>Total assets less current liabilities</b>		683,722	764,490
<b>Creditors: Amounts falling due after more than one year</b>	<u>7</u>	<u>(41,478)</u>	<u>(78,431)</u>
<b>Provisions for liabilities</b>		<u>(29,150)</u>	<u>(30,658)</u>
<b>Net assets</b>		<u>613,094</u>	<u>655,401</u>
<b>Capital and reserves</b>			
Called up share capital		30	30
Profit and loss account		<u>613,064</u>	<u>655,371</u>
Total equity		<u>613,094</u>	<u>655,401</u>

For the financial year ending 31 August 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

**Future Networks Inc Ltd**  
**(Registration number: 07732662)**  
**Balance Sheet as at 31 August 2020**

Approved and authorised by the Board on 27 May 2021 and signed on its behalf by:

.....  
Mr N Milson  
Director

.....  
Mr C Wojtyla  
Director

.....  
Mr M Flower  
Director

.....  
Mr C Dawson  
Director

.....  
Mr L Gunn  
Director

# **Future Networks Inc Ltd**

## **Notes to the Financial Statements for the Year Ended 31 August 2020**

### **1 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

#### **Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

## Future Networks Inc Ltd

### Notes to the Financial Statements for the Year Ended 31 August 2020

#### Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

#### Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Motor vehicles	25% reducing balance
Plant and machinery	25% reducing balance
Fixtures and fittings	25% reducing balance
Office equipment	33% reducing balance

#### Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

#### Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	10% straight line

#### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

## **Future Networks Inc Ltd**

### **Notes to the Financial Statements for the Year Ended 31 August 2020**

#### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease. Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.



# Future Networks Inc Ltd

## Notes to the Financial Statements for the Year Ended 31 August 2020

### Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

### Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

### Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

## 2 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 61 (2019 - 59).

## 3 Intangible assets

	Goodwill £	Total £
<b>Cost or valuation</b>		
At 1 September 2019	20,000	20,000
At 31 August 2020	20,000	20,000
<b>Amortisation</b>		
At 1 September 2019	16,000	16,000
Amortisation charge	2,000	2,000
At 31 August 2020	18,000	18,000
<b>Carrying amount</b>		
At 31 August 2020	2,000	2,000
At 31 August 2019	4,000	4,000

# Future Networks Inc Ltd

## Notes to the Financial Statements for the Year Ended 31 August 2020

### 4 Tangible assets

	<b>Furniture, fittings and equipment £</b>	<b>Motor vehicles £</b>	<b>Other property, plant and equipment £</b>	<b>Total £</b>
<b>Cost or valuation</b>				
At 1 September 2019	20,804	319,147	127,693	467,644
Additions	3,385	18,000	43,417	64,802
Disposals	-	(74,360)	(17,729)	(92,089)
At 31 August 2020	24,189	262,787	153,381	440,357
<b>Depreciation</b>				
At 1 September 2019	13,368	189,337	91,049	293,754
Charge for the year	3,466	34,470	18,144	56,080
Eliminated on disposal	-	(64,432)	(10,249)	(74,681)
At 31 August 2020	16,834	159,375	98,944	275,153
<b>Carrying amount</b>				
At 31 August 2020	<u>7,355</u>	<u>103,412</u>	<u>54,437</u>	<u>165,204</u>
At 31 August 2019	<u>7,436</u>	<u>129,810</u>	<u>36,643</u>	<u>173,889</u>

# Future Networks Inc Ltd

## Notes to the Financial Statements for the Year Ended 31 August 2020

### 5 Stocks

	2020 £	2019 £
Work in progress	69,817	98,166

### 6 Debtors

	2020 £	2019 £
Trade debtors	413,956	478,051
Prepayments	10,917	1,897
Other debtors	9,450	4,250
	434,323	484,198

### 7 Creditors

#### Creditors: amounts falling due within one year

	2020 £	2019 £
<b>Due within one year</b>		
Trade creditors	155,575	104,866
Taxation and social security	255,410	191,573
Accruals and deferred income	59,764	87,910
Other creditors	133,074	227,434
	603,823	611,783

#### Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
<b>Due after one year</b>			
Loans and borrowings		41,478	78,431

# Future Networks Inc Ltd

## Notes to the Financial Statements for the Year Ended 31 August 2020

### 8 Related party transactions

#### Transactions with directors

	At 1 September 2019 £	Advances to directors £	Repayments by director £	At 31 August 2020 £
<b>2020</b>				
<b>Mr N Milson</b>				
Amounts owed to/(from) the director	503	(13,412)	13,067	158
<b>Mr C Wojtyla</b>				
Amounts owed to/(from) the director	503	(9,970)	9,625	158
<b>Mr M Flower</b>				
Amounts owed to/(from) the director	503	(11,633)	11,288	158
<b>Mr C Dawson</b>				
Amounts owed to/(from) the director	-	(17,396)	17,554	158
<b>Mr L Gunn</b>				
Amounts owed to/(from) the director	-	(481)	639	158

	At 1 September 2018 £	Advances to directors £	Repayments by director £	At 31 August 2019 £
<b>2019</b>				
<b>Mr N Milson</b>				
Amounts owed to/(from) the director	3,693	(5,723)	2,533	503
<b>Mr C Wojtyla</b>				
Amounts owed to/(from) the director	3,693	(5,723)	2,533	503
<b>Mr M Flower</b>				
Amounts owed to/(from) the director	3,693	(5,723)	2,533	503

Tower Lane

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