

Financial Statements for the Year Ended 31 December 2020

for

WTUK LIMITED

Haines Watts
Chartered Accountants & Statutory Auditor
10 Stadium Business Court
Millennium Way
Pride Park
Derby
DE24 8HP

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FOR THE YEAR ENDED 31 DECEMBER 2020**

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WTUK LIMITED

Company Information FOR THE YEAR ENDED 31 DECEMBER 2020

Directors: Miss A Garrett
Mr J Horton
Mr S J Robinson

Registered office: Chesterfield House
1 Station Street
Bingham
Nottingham
NG13 8AQ

Registered number: 08261731 (England and Wales)

Auditors: Haines Watts
Chartered Accountants & Statutory Auditor
10 Stadium Business Court
Millennium Way
Pride Park
Derby
DE24 8HP

WTUK LIMITED (REGISTERED NUMBER: 08261731)

**Statement of Financial Position
31 DECEMBER 2020**

	Notes	£	2020 £	£	2019 £
Fixed assets					
Intangible assets	5		5,269		8,605
Tangible assets	6		3,592		9,126
Investments	7		<u>97,730</u>		<u>97,730</u>
			106,591		115,461
Current assets					
Debtors	8	1,055,954		912,464	
Cash at bank		<u>46,544</u>		<u>86,891</u>	
		1,102,498		999,355	
Creditors					
Amounts falling due within one year	9	<u>465,431</u>		<u>255,355</u>	
Net current assets			637,067		744,000
Total assets less current liabilities			743,658		859,461
Creditors					
Amounts falling due after more than one year	10		<u>341,294</u>		<u>368,298</u>
Net assets			402,364		491,163
Capital and reserves					
Called up share capital	13		1,254		1,254
Retained earnings			<u>401,110</u>		<u>489,909</u>
Shareholders' funds			402,364		491,163

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 29 September 2021 and were signed on its behalf by:

Mr J Horton - Director

WTUK LIMITED (REGISTERED NUMBER: 08261731)

Notes to the Financial Statements FOR THE YEAR ENDED 31 DECEMBER 2020

1. STATUTORY INFORMATION

WTUK Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

FUNCTIONAL CURRENCY

The financial statements are prepared in sterling, which is the functional currency of the entity.

PERIODS COVERED IN THE FINANCIAL STATEMENTS

The current period shown in these financial statements covers the period of 01 January 2020 to 31 December 2020.

The comparative period shown in these financial statements covers the period of 31 January 2019 to 31 December 2019, as such the comparatives are not entirely comparable.

Preparation of consolidated financial statements

The financial statements contain information about WTUK Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under Section 399 of the Companies Act 2006 not to prepare consolidated financial statements.

Significant judgements and estimates

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

The directors consider assets held on lease to be classified as finance leases where substantially all the risks and rewards incidental to ownership are transferred to the company.

The directors have considered the recoverability of all investment and loans through review of the relevant company's financials, concluding that no write-down of loans or investments is required. The review performed assessed the finances of relevant companies, taking into account group support provided to these companies.

Related party debtors are deemed to be repayable on demand. Management review forecasts and trading results of each related party to ensure that debtors are deemed recoverable as at the balance sheet date. Where there are indications that all or part of any debt is not recoverable appropriate provisions are made to reflect the fair value of the debt as at the balance sheet date.

Management have reviewed the debts outstanding as at the balance sheet date and deem these to be recoverable through the ongoing rental profits generated by related parties, as well as the repayment of debt to the related party by its director and associated businesses. The debt also continues to be settled through ongoing letting of office space to WTUK, the market cost of which is to be offset against any outstanding debts.

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. ACCOUNTING POLICIES - continued

Turnover

In presenting its turnover the company has disclosed the revenue attributable to the company, presented on an agency basis in accordance with generally accepted accounting practice. In previous periods the company had disclosed the gross value of the revenue and costs on currency contracts. This is now disclosed as additional information at the top of the statement of income and retained earnings. There has been no effect on the profit for the current or comparative period.

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover comprises of commissions and fees generated from the remitted funds on behalf of clients and currency sales made in the normal course of business. Turnover from currency sales is recognised when receipt of payment can be assured and significant risks and rewards of ownership have transferred to the customer. Where the company enters into forward currency exchange contracts, revenue is deferred and is only recognised when receipt of payment can be assured and the significant risks and rewards of ownership have passed to the customer by including turnover within the profit and loss account.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Database is being amortised evenly over its estimated useful life of six years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Fixtures and fittings	- 20% on cost
Motor vehicles	- 10-20% on cost
Equipment	- 25% on cost

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Financial instruments

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at their transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses. Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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

WTUK LIMITED (REGISTERED NUMBER: 08261731)

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. ACCOUNTING POLICIES - continued

Foreign currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Investments

Investments are initially recorded at cost. Expected permanent material impairments are recognised in the profit and loss account for the year.

Going concern

The company meets its day to day working capital requirements through its current cash resources and financing facilities. The current economic conditions create uncertainty particularly over the timing and level of demand for the company's products and services. The company's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the company should be able to operate within the level of its current facility and cash resource. The directors have reviewed the forecasts, which have been prepared to December 2022, and have concluded that there is a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly they have prepared the financial statements on a going concern basis.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 14 (2019 - 13) .

4. AUDITORS' REMUNERATION

	Year Ended 31.12.20 £	Period 31.1.19 to 31.12.19 £
Fees payable to the company's auditors for the audit of the company's financial statements	16,900	14,400
Total audit fees	<u>16,900</u>	<u>14,400</u>

WTUK LIMITED (REGISTERED NUMBER: 08261731)

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

5. INTANGIBLE FIXED ASSETS

	Other intangible assets £
Cost	
At 1 January 2020	
and 31 December 2020	<u>20,000</u>
Amortisation	
At 1 January 2020	11,395
Charge for year	<u>3,336</u>
At 31 December 2020	<u>14,731</u>
Net book value	
At 31 December 2020	<u>5,269</u>
At 31 December 2019	<u>8,605</u>

6. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Motor vehicles £	Equipment £	Totals £
Cost				
At 1 January 2020	26,926	-	89,978	116,904
Additions	-	-	1,490	1,490
Disposals	<u>(1,334)</u>	-	-	<u>(1,334)</u>
At 31 December 2020	<u>25,592</u>	-	<u>91,468</u>	<u>117,060</u>
Depreciation				
At 1 January 2020	21,233	-	86,545	107,778
Charge for year	3,194	-	3,496	6,690
Eliminated on disposal	<u>(1,000)</u>	-	-	<u>(1,000)</u>
At 31 December 2020	<u>23,427</u>	-	<u>90,041</u>	<u>113,468</u>
Net book value				
At 31 December 2020	<u>2,165</u>	-	<u>1,427</u>	<u>3,592</u>
At 31 December 2019	<u>5,693</u>	-	<u>3,433</u>	<u>9,126</u>

7. FIXED ASSET INVESTMENTS

	2020 £	2019 £
Shares in group undertakings	92,930	92,930
Other investments not loans	<u>4,800</u>	<u>4,800</u>
	<u>97,730</u>	<u>97,730</u>

WTUK LIMITED (REGISTERED NUMBER: 08261731)

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

7. FIXED ASSET INVESTMENTS - continued

Additional information is as follows:

	Shares in group undertakings £
Cost	
At 1 January 2020	
and 31 December 2020	92,930
Net book value	
At 31 December 2020	92,930
At 31 December 2019	92,930

Investments (neither listed nor unlisted) were as follows:

	2020 £	2019 £
Other investments	4,800	4,800

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	-	28,386
Amounts owed by group undertakings	338,927	202,214
Other debtors	481,944	486,785
Directors' loan accounts	148,190	105,954
Deferred tax asset	71,000	71,000
Prepayments and accrued income	15,893	18,125
	1,055,954	912,464

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Bank loans and overdrafts	4,437	-
Other loans	137,240	143,850
Trade creditors	184,709	54,777
Tax	-	(4,819)
Social security and other taxes	89,443	25,062
Other creditors	4,170	8,348
Accruals and deferred income	45,432	28,137
	465,431	255,355

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020 £	2019 £
Bank loans - 1-2 years	10,648	-
Bank loans - 2-5 years	28,703	-
Bank loans more 5 yr by installments	6,212	-
Other loans - 1-2 years	37,294	67,874
Other loans - 2-5 years	129,229	300,424
Other loans more 5yrs installments	129,208	-
	341,294	368,298

WTUK LIMITED (REGISTERED NUMBER: 08261731)

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR - continued

	2020 £	2019 £
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instalments	6,212	-
Other loans more 5yrs instalments	<u>129,208</u>	<u>-</u>
	<u>135,420</u>	<u>-</u>

11. SECURED DEBTS

The following secured debts are included within creditors:

	2020 £	2019 £
Other loans	<u>432,971</u>	<u>512,148</u>

12. DEFERRED TAX

	£
Balance at 1 January 2020	<u>(71,000)</u>
Balance at 31 December 2020	<u>(71,000)</u>

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020 £	2019 £
1,140	A Ordinary Shares	£1	1,140	1,140
114	B Ordinary Shares	£1	<u>114</u>	<u>114</u>
			<u>1,254</u>	<u>1,254</u>

Income

The A and B shares will be entitled to profits of the company from time to time as agreed by all of the A and B ordinary shareholders. Dividends may, subject to the provisions of the Act, be payable by the directors at variable rates on the different classes of shares. The directors may only pay dividends on the unanimous approval of the shareholders.

Capital

On a return of assets in liquidation, the assets of the company remaining after the payment of its liabilities shall be distributed equally between each class of shares and then in proportion to the number of shares held by each shareholder within each class.

Voting Rights

With the exception of approving dividend payments, each shareholder shall have one vote for each share held.

Class Rights

Whenever the capital of the company is divided into different classes of shares the rights attached to any class may be varied or abrogated either whilst the company is a going concern or during or in contemplation of a winding up, only with the consent in writing of the holders of 75% of the issued shares of that class.

Debts shown within other loans are secured against 100% of the share capital of the company.

WTUK LIMITED (REGISTERED NUMBER: 08261731)

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

14. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

James Liptrott (Senior Statutory Auditor)
for and on behalf of Haines Watts

15. TRANSACTIONS WITH DIRECTORS AND SHAREHOLDERS

Transactions with directors

During the year the following transactions took place and at the year-end the balances existed with directors of the company.

	£	£	2020	2019
Opening balance owed to the company			105,953	186,273
Loans to director during the year			118,737	61,110
Loans repaid to the company during the year			(76,500)	(141,430)
Closing balance owed to the company			<u>148,190</u>	<u>105,953</u>

Transactions with shareholders

During the year the following transactions took place and at the year-end the balances existed with a shareholder of the company. The below balances are included in other debtors.

	£	£	2020	2019
Opening balance owed to the company			(6,849)	63,071
Loans to director during the year			6,849	3,500
Loans repaid to the company during the year			-	(73,420)
Closing balance owed to the company			<u>-</u>	<u>(6,849)</u>

It is the company policy to charge interest on all overdrawn loan accounts at the HMRC official rate of interest. The amount charged during the year in respect of the above loans was £2,562 (2019 - £3,817).

A director has provided personal guarantees for all amounts included within other loans and will be required to meet any shortfall in loan repayments made by the company.

WTUK LIMITED (REGISTERED NUMBER: 08261731)

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

16. RELATED PARTY DISCLOSURES

During the period the company had the following transactions with related parties:

	2020	2019
£		
£		
Subsidiary company		
Balance brought forward owed to the company	202,213	145,627
Amounts paid to the related company	866,395	70,902
Amounts paid to the company	(729,681)	(14,316)
Balance carried forward owed to the company	<u>338,927</u>	<u>202,213</u>
Companies in which a director is a beneficial owner		
Balance brought forward owed to the company	91,304	93,079
Amounts paid to the related companies	-	475
Amounts written off	(975)	-
Amounts paid to the company	(16,250)	(2,250)
Balance carried forward owed to the company	<u>74,079</u>	<u>91,304</u>
Companies in which a director has common control		
Balance brought forward owed to the company	288,519	281,370
Amounts paid to the related companies	38,854	41,986
Amounts paid to the company	(39,204)	(34,837)
Balance carried forward owed to the company	<u>288,169</u>	<u>288,519</u>

17. SHARE-BASED PAYMENT TRANSACTIONS

The company has a share option scheme for an employee. The option was granted on 13 July 2015 and covers 30 A Ordinary shares and 3 B Ordinary shares in the company. The option is exercisable at a price of £100 per A Ordinary share and £1,000 per B Ordinary share. The vesting period is from the date of grant for a period of 10 years.

If the option remain unexercised after a period of 10 years from the date of grant, the option expires. The option is forfeited if the employee leaves the company before the option vests.

The company has elected not to apply Section 26 Share based payments to equity instruments granted before the date of transition to FRS 102. FRS 20 has been applied to instruments granted prior to the date of transition.

18. OFF BALANCE SHEET ARRANGEMENTS

As at the year end the amounts held in designated client accounts was £NIL (2019: £9,819). These balances are not included within the financial statements.

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.