

TANGENT TELECOM LTD.

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2017

TANGENT TELECOM LTD.
REGISTERED NUMBER: 04429102

BALANCE SHEET
AS AT 31 MAY 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	55,559	55,684
Current assets			
Stocks	5	-	9,883
Debtors: amounts falling due within one year	6	2,248	6,530
Cash at bank		67,545	101,915
		<u>69,793</u>	<u>118,328</u>
Creditors: amounts falling due within one year	7	(58,040)	(34,522)
Net current assets		<u>11,753</u>	<u>83,806</u>
Total assets less current liabilities		<u>67,312</u>	<u>139,490</u>
Net assets		<u><u>67,312</u></u>	<u><u>139,490</u></u>
Capital and reserves			
Called up share capital	8	100	100
Profit and loss account		<u>67,212</u>	<u>139,390</u>
		<u><u>67,312</u></u>	<u><u>139,490</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 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 income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

.....
Mr D R Henry
 Director

.....
Mrs E H Henry
 Director

Date: 20 February 2018

Date: 20 February 2018

The notes on pages 2 to 6 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2017**

1. General information

Tangent Telecom Ltd. is a private Company limited by shares incorporated in England and Wales within the United Kingdom. The address of the registered office is 18-20 High Street, Balsam, Cambridgeshire, CB21 4DJ. This Company is not part of a group.

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 preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies.

These financial statements for the year ended 31 May 2017 are the first financial statements prepared in accordance with FRS 102 section 1A. The date of transition to FRS 102 section 1A was 01 June 2015.

The following principal accounting policies have been applied:

2.2 Revenue

Revenue is recognised in respect of services provided for the contact centre industry for the year 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, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2017**

2. Accounting policies (continued)

2.3 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.

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives.

No depreciation has been provided on freehold property as the property is maintained in such a state of repair that its residual value is at least equal to its net book value. As a result the corresponding depreciation would not be material and therefore is not charged to the profit and loss account.

Depreciation is provided on the following basis:

Freehold property	-
	not depreciated
Office equipment	-
	50% straight line

2.4 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a weighted average basis.

2.5 Debtors

Short term debtors are measured at transaction price, less any impairment.

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 instruments 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 non-puttable 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 Income and Retained Earnings.

2.8 Creditors

Short term creditors are measured at the transaction price.

2.9 Interest income

Interest income is recognised in the Statement of Income and Retained Earnings using the effective interest method.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2017

2. Accounting policies (continued)

2.10 Taxation

Tax is recognised in the Statement of Income and Retained Earnings, 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 corporation 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.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

3. Employees

The average monthly number of employees, including directors, during the year was 2 (2016 - 2).

TANGENT TELECOM LTD.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2017

4. Tangible fixed assets

	Freehold property £	Office equipment £	Total £
Cost or valuation			
At 1 June 2016	55,558	3,581	59,139
At 31 May 2017	55,558	3,581	59,139
Depreciation			
At 1 June 2016	-	3,455	3,455
Charge for the year on owned assets	-	125	125
At 31 May 2017	-	3,580	3,580
Net book value			
At 31 May 2017	55,558	1	55,559
At 31 May 2016	55,558	126	55,684

5. Stocks

	2017 £	2016 £
Long term contract balances	-	9,883
Long term contract balances consist of:		
	2017 £	2016 £
Costs to date less provision for losses	-	9,883

6. Debtors

	2017 £	2016 £
Trade debtors	-	6,319
Other debtors	985	-
Prepayments and accrued income	-	211
Tax recoverable	1,263	-
	2,248	6,530

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2017**

7. Creditors: Amounts falling due within one year

	2017 £	2016 £
Corporation tax	-	17,250
Other taxation and social security	-	2,322
Other creditors	56,690	13,600
Accruals and deferred income	1,350	1,350
	<u>58,040</u>	<u>34,522</u>

8. Share capital

	2017 £	2016 £
Shares classified as equity		
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

9. Related party transactions

During the year the Company operated loans with the director of the Company. The amount payable to the director of the Company at the year end was £56,688 (2016 - £13,599). This loan is interest free and repayable on demand.

10. First time adoption of FRS 102

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.

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.