

IPXO UK Limited

Unaudited Financial Statements

For the year ended 31 December 2021

For Filing with Registrar

Company Registration No. 06848949 (England and Wales)

IPXO UK Limited

Company Information

Directors Mr. A Kazlauskas
Mr. V Grinius

Secretary Mr. A Kazlauskas

Company number 06848949

Registered office 4 Victoria Square
St Albans
Hertfordshire
AL1 3TF

IPXO UK Limited

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IPXO UK Limited

Balance Sheet

As at 31 December 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Intangible assets	3		-		220,403
Tangible assets	4		5,678		12,868
Investments	5		37,461		37,461
			<u>43,139</u>		<u>270,732</u>
Current assets					
Debtors	7	2,411,214		592,721	
Cash at bank and in hand		52,431		106,002	
		<u>2,463,645</u>		<u>698,723</u>	
Creditors: amounts falling due within one year	8	<u>(2,642,507)</u>		<u>(1,436,909)</u>	
Net current liabilities			<u>(178,862)</u>		<u>(738,186)</u>
Total assets less current liabilities			<u>(135,723)</u>		<u>(467,454)</u>
Provisions for liabilities			<u>(44,321)</u>		<u>(44,321)</u>
Net liabilities			<u><u>(180,044)</u></u>		<u><u>(511,775)</u></u>
Capital and reserves					
Called up share capital	9		1,100		1,100
Profit and loss reserves			<u>(181,144)</u>		<u>(512,875)</u>
Total equity			<u><u>(180,044)</u></u>		<u><u>(511,775)</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 member has not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

IPXO UK Limited

Balance Sheet (Continued)

As at 31 December 2021

The financial statements were approved by the board of directors and authorised for issue on 26 September 2022 and are signed on its behalf by:

Mr. A Kazlauskas
Director

Mr. V Grinius
Director

Company Registration No. 06848949

IPXO UK Limited

Notes to the Financial Statements

For the year ended 31 December 2021

1 Accounting policies

Company information

IPXO UK Limited is a private company limited by shares incorporated in England and Wales. The registered office is 4 Victoria Square, St Albans, Hertfordshire, AL1 3TF.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

The company has taken advantage of the exemption under section 400 of the Companies Act 2006 not to prepare consolidated accounts. The financial statements present information about the company as an individual entity and not about its group.

IPXO UK Limited and the group headed by it, qualify as small as set out in section 383 of the Act and the group is not ineligible as set out in section 384 of the Act.

1.2 Going concern

At the time of approving the financial statements, the directors have reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

Having made enquiries, the Directors have concluded that there is a reasonable expectation that the company has adequate resources to continue in operational existence for at least 12 months from the date of signing of these financial statements. The company therefore continues to adopt the going concern basis in preparing its financial statements

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from contracts for the provision of services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that are recoverable.

1.4 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

IPXO UK Limited

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

1 Accounting policies

(Continued)

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

IP addresses	10 years straight line
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Amortisation commences in the year after acquisition.

1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Computer equipment	3 years straight line
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.7 Cash at bank and in hand

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

IPXO UK Limited

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

1 Accounting policies

(Continued)

1.8 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally 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.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.9 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs.

Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.10 Derivatives

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to fair value at each reporting end date. The resulting gain or loss is recognised in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedge relationship.

A derivative with a positive fair value is recognised as a financial asset, whereas a derivative with a negative fair value is recognised as a financial liability.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

IPXO UK Limited

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

1 Accounting policies

(Continued)

1.11 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.12 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

1.13 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

1.14 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

1.15 Foreign exchange

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the average monthly rate, deemed to be the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

IPXO UK Limited

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

2 Employees

The average monthly number of persons (including directors) employed by the company during the period was:

	2021 Number	2020 Number
Total	6	9

3 Intangible fixed assets

	IP addresses
	£
Cost	
At 1 January 2021	275,505
Disposals	(275,505)
At 31 December 2021	-
Amortisation and impairment	
At 1 January 2021	55,102
Amortisation charged for the year	27,551
Disposals	(82,653)
At 31 December 2021	-
Carrying amount	
At 31 December 2021	-
At 31 December 2020	220,403

IPXO UK Limited

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

4 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 January 2021	132,392
Additions	4,515
	<hr/>
At 31 December 2021	136,907
	<hr/>
Depreciation and impairment	
At 1 January 2021	119,524
Depreciation charged in the year	11,705
	<hr/>
At 31 December 2021	131,229
	<hr/>
Carrying amount	
At 31 December 2021	5,678
	<hr/>
At 31 December 2020	12,868
	<hr/>

5 Fixed asset investments

	2021 £	2020 £
Investments	37,461	37,461
	<hr/>	<hr/>

Movements in fixed asset investments

	Investment in subsidiaries £
Cost or valuation	
At 1 January 2021 & 31 December 2021	37,461
	<hr/>
Carrying amount	
At 31 December 2021	37,461
	<hr/>
At 31 December 2020	37,461
	<hr/>

6 Subsidiaries

Details of the company's subsidiaries at 31 December 2021 are as follows:

Name of undertaking	Registered office	Class of	% Held
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IPXO UK Limited

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

6 Subsidiaries

(Continued)

		shares held	Direct	Indirect
Delta Centric LLC	U.S.A.	Ordinary	100.00	-
DET Africa (Pty) LTD.	South Africa	Ordinary	100.00	-
Digital Energy Technologies Chile SpA	Chile	Ordinary	100.00	-
Netstack Limited	Mauritius	Ordinary	0	100.00
UAB IPXO	Lithuania	Ordinary	100.00	-
Anytime Link Limited (Dormant)	United Kingdom	Ordinary	100.00	-
App Vapor Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Applied Fiber Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Britnet Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Byteplex Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Campus Black Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Cloud Phonetics Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Cloudj Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Common Digital Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Cswitch Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Cube Focus Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Digital Telco Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Dotclip Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Fiber Europe Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Fiberglobal Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
FoxFiber Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Gowired Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Heypro Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Internet Corp Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Lazer Info Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Light Premium Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Loginbless Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Logine Limited (Dormant)	United Kingdom	Ordinary	100.00	-
London Wires Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Machinated Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Mecloud Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Netspritia Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Netswipe Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Netvola Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Nexsign Limited (Dormant)	United Kingdom	Ordinary	100.00	-

IPXO UK Limited

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

6 Subsidiaries

(Continued)

Name of undertaking	Registered office	Class of shares held	% Held	
			Direct	Indirect
North Bone Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Peek Stack Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Racked Metal Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Security Firewall Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Smith & Masters Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Solid Unit Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Stargato Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Storage NAT Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Taprift Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Telepath Explorer Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Terocloud Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
UK Cabling Technologies Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Unix Networks Ltd (Dormant)	United Kingdom	Ordinary	100.00	-
Wirecity Limited (Dormant)	United Kingdom	Ordinary	100.00	-
Yplift Limited (Dormant)	United Kingdom	Ordinary	100.00	-

The aggregate capital and reserves and the result for the year of the subsidiaries noted above was as follows:

IPXO UK Limited

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

6 Subsidiaries

(Continued)

Name of undertaking	Capital and Reserves	Profit/(Loss)	
		£	£
Delta Centric LLC			4,005
DET Africa (Pty) LTD.			86,043
Digital Energy Technologies Chile SpA			1,747
Netstack Limited			245
UAB IPXO			169,650
Anytime Link Limited (Dormant)	1,000		
App Vapor Ltd (Dormant)	1,000		
Applied Fiber Ltd (Dormant)	1,000		
Britnet Limited (Dormant)	1,000		
Byteplex Ltd (Dormant)	1,000		
Campus Black Limited (Dormant)	1,000		
Cloud Phonetics Ltd (Dormant)	1,000		
Cloudj Limited (Dormant)	100		
Common Digital Limited (Dormant)	1,000		
Cswitch Ltd (Dormant)	1,000		
Cube Focus Limited (Dormant)	1,000		
Digital Telco Ltd (Dormant)	1,000		
Dotclip Limited (Dormant)	100		
Fiber Europe Limited (Dormant)	1,000		
Fiberglobal Ltd (Dormant)	100		
FoxFiber Ltd (Dormant)	1,000		
Gowired Limited (Dormant)	100		
Heypro Limited (Dormant)	100		
Internet Corp Limited (Dormant)	1,000		
Lazer Info Ltd (Dormant)	1,000		
Light Premium Ltd (Dormant)	1,000		
Loginbless Limited (Dormant)	100		
Locrine Limited (Dormant)	100		
London Wires Ltd (Dormant)	1,000		
Machinated Ltd (Dormant)	1,000		
Mecloud Limited (Dormant)	100		
Netspritia Ltd (Dormant)	1,000		
Netswipe Limited (Dormant)	100		
Netvola Limited (Dormant)	100		
Nexsign Limited (Dormant)	100		
North Bone Ltd (Dormant)	1,000		
Peek Stack Ltd (Dormant)	1,000		
Racked Metal Limited (Dormant)	1,000		
Security Firewall Limited (Dormant)	1,000		
Smith & Masters Limited (Dormant)	1,000		
Solid Unit Ltd (Dormant)	1,000		
Stargato Ltd (Dormant)	1,000		
Storage NAT Limited (Dormant)	1,000		
Taprift Limited (Dormant)	100		
Telepath Explorer Ltd (Dormant)	1,000		

IPXO UK Limited

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

6 Subsidiaries (Continued)

Name of undertaking	Capital and Reserves	Profit/(Loss)
	£	£
Terocloud Ltd (Dormant)	1,000	
UK Cabling Technologies Ltd (Dormant)	1,000	
Unix Networks Ltd (Dormant)	1,000	
Wirecity Limited (Dormant)	100	
Yplift Limited (Dormant)	1,000	

The latest financial statements of each subsidiary were prepared to 31 December 2021.

7 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Corporation tax recoverable	436,090	219,086
Amounts due from group undertakings	579,442	128,920
Other debtors	1,395,682	244,715
	<u>2,411,214</u>	<u>592,721</u>

8 Creditors: amounts falling due within one year

	2021	2020
	£	£
Bank loans and overdrafts	131,667	155,560
Trade creditors	575,147	578,185
Amounts owed to group undertakings	202,826	167,715
Taxation and social security	5,708	37,070
Other creditors	1,727,159	498,379
	<u>2,642,507</u>	<u>1,436,909</u>

Bank loans and overdrafts are secured by a fixed and floating charge over all assets of the company.

IPXO UK Limited

Notes to the Financial Statements (Continued)

For the year ended 31 December 2021

9 Called up share capital

	2021 £	2020 £
Ordinary share capital		
Issued and fully paid		
97,350 Ordinary class A shares of 1p each	974	974
9,900 Ordinary class B shares of 1p each	99	99
2,750 Ordinary class C shares of 1p each	27	27
	<u>1,100</u>	<u>1,100</u>

10 Operating lease commitments

Lessee

Operating leases are leases of IT equipment from third parties with a 3 year term. The total annual charge is £4,684.

11 Related party transactions

At the period end IPXO UK Limited had £117,261 due to directors (In 2020 a balance of £718 was due from directors). The directors have subsequently been repaid the full amounts owed to them at year end.

During the period, intangible assets were sold to Cyber Assets FZCO at their market value of £740,148. This company has common shareholders.

The company has taken the exemption available under FRS 102 Section 1A whereby it has not disclosed transactions with any wholly owned subsidiary undertaking in the group.

12 Ultimate controlling party

The ultimate parent company is Norte Holding Limited, a company registered in the United Kingdom.

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.