

Registration number: 02948510

# International Telecommunications Equipment Limited

Annual Report and Financial Statements

for the Year Ended 31 March 2019

Chisnall Comer Ismail & Co  
Maria House  
35 Millers Road  
Brighton  
BN1 5NP



# **International Telecommunications Equipment Limited**

## **Contents**

Company Information	1
Directors' Report	2
Statement of Directors' Responsibilities	3
Independent Auditor's Report	4 to 6
Profit and Loss Account	7
Statement of Comprehensive Income	8
Balance Sheet	9
Notes to the Financial Statements	10 to 16

# **International Telecommunications Equipment Limited**

## **Company Information**

<b>Directors</b>	A Adel C T Hepher
<b>Company secretary</b>	J Healy
<b>Registered office</b>	8 Old Steine Brighton BN1 1EJ
<b>Auditors</b>	Chisnall Comer Ismail & Co Maria House 35 Millers Road Brighton BN1 5NP

## **International Telecommunications Equipment Limited**

### **Directors' Report for the Year Ended 31 March 2019**

The directors present their report and the financial statements for the year ended 31 March 2019.

#### **Directors of the company**

The directors who held office during the year were as follows:

A Adel

C T Hepher

#### **Principal activity**

The principal activity of the company is the supply, installation and servicing of telecommunications systems and office machinery.

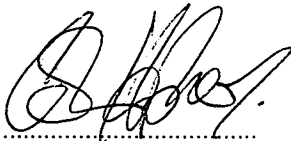
#### **Disclosure of information to the auditors**

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditors are unaware.

#### **Small companies provision statement**

This report has 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.

Approved by the Board on 17.12.2019..... and signed on its behalf by:



.....  
C T Hepher  
Director

## **International Telecommunications Equipment Limited**

### **Statement of Directors' Responsibilities**

The directors acknowledge their responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## **International Telecommunications Equipment Limited**

### **Independent Auditor's Report to the Members of International Telecommunications Equipment Limited**

#### **Opinion**

We have audited the financial statements of International Telecommunications Equipment Limited (the 'company') for the year ended 31 March 2019, which comprise the Profit and Loss Account, Statement of Comprehensive Income, Balance Sheet, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 Section 1A 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2019 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

#### **Other information**

## **International Telecommunications Equipment Limited**

### **Independent Auditor's Report to the Members of International Telecommunications Equipment Limited**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

#### **Matters on which we are required to report by exception**

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

#### **Responsibilities of directors**

As explained more fully in the Statement of Directors' Responsibilities [set out on page 3], the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.


## **International Telecommunications Equipment Limited**

### **Independent Auditor's Report to the Members of International Telecommunications Equipment Limited**

#### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.



Mr T G Humphries ACA FCCA (Senior Statutory Auditor)  
For and on behalf of Chisnall Comer Ismail & Co, Statutory Auditor

Maria House  
35 Millers Road  
Brighton  
BN1 5NP

Date: 17.12.2019



**International Telecommunications Equipment Limited**  
**Profit and Loss Account for the Year Ended 31 March 2019**

	Note	2019 £	2018 £
Turnover		2,971,077	2,874,801
Cost of sales		<u>(2,019,639)</u>	<u>(1,852,324)</u>
Gross profit		951,438	1,022,477
Administrative expenses		<u>(926,982)</u>	<u>(935,729)</u>
Operating profit		<u>24,456</u>	<u>86,748</u>
Other interest receivable and similar income		179	67
Interest payable and similar expenses		<u>(14,993)</u>	<u>(15,397)</u>
		<u>(14,814)</u>	<u>(15,330)</u>
Profit before tax	5	9,642	71,418
Taxation		<u>(9,876)</u>	<u>(16,501)</u>
(Loss)/profit for the financial year		<u><u>(234)</u></u>	<u><u>54,917</u></u>

The notes on pages 10 to 16 form an integral part of these financial statements.  
Page 7

**International Telecommunications Equipment Limited**

**Statement of Comprehensive Income for the Year Ended 31 March 2019**

	<b>2019</b> <b>£</b>	<b>2018</b> <b>£</b>
(Loss)/profit for the year	<u>(234)</u>	<u>54,917</u>
Total comprehensive income for the year	<u><u>(234)</u></u>	<u><u>54,917</u></u>

The notes on pages 10 to 16 form an integral part of these financial statements.  
Page 8

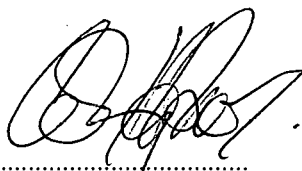
# International Telecommunications Equipment Limited

(Registration number: 02948510)  
Balance Sheet as at 31 March 2019

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	7	1,552,943	1,595,683
<b>Current assets</b>			
Stocks	8	362,756	379,150
Debtors	9	543,974	351,855
Cash at bank and in hand		162,724	184,859
		<u>1,069,454</u>	<u>915,864</u>
<b>Creditors: Amounts falling due within one year</b>	11	<u>(613,455)</u>	<u>(407,804)</u>
<b>Net current assets</b>		<u>455,999</u>	<u>508,060</u>
<b>Total assets less current liabilities</b>		2,008,942	2,103,743
<b>Creditors: Amounts falling due after more than one year</b>	11	<u>(355,881)</u>	<u>(450,448)</u>
<b>Net assets</b>		<u>1,653,061</u>	<u>1,653,295</u>
<b>Capital and reserves</b>			
Called up share capital	10	100	100
Share premium reserve		22,150	22,150
Other reserves		441,136	441,136
Profit and loss account		<u>1,189,675</u>	<u>1,189,909</u>
<b>Total equity</b>		<u>1,653,061</u>	<u>1,653,295</u>

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.

Approved and authorised by the Board on 17-12-2019 and signed on its behalf by:



C T Hepher  
Director

The notes on pages 10 to 16 form an integral part of these financial statements.  
Page 9

## **International Telecommunications Equipment Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2019**

#### **1 General information**

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

8 Old Steine  
Brighton  
BN1 1EJ

#### **2 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 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.

## **International Telecommunications Equipment Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2019**

#### **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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Furniture, fittings and equipment	25% on cost
Motor vehicles	25% on cost
Other property, plant and equipment	20% on cost

#### **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.

#### **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.

## International Telecommunications Equipment Limited

### Notes to the Financial Statements for the Year Ended 31 March 2019

#### 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.

#### 3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 22 (2018 - 24).

#### 4 Auditors' remuneration

	2019 £	2018 £
Audit of the financial statements	<u>6,228</u>	<u>6,140</u>

#### 5 Profit before tax

Arrived at after charging/(crediting)

	2019 £	2018 £
Depreciation expense	<u>34,102</u>	<u>34,414</u>

# International Telecommunications Equipment Limited

## Notes to the Financial Statements for the Year Ended 31 March 2019

### 6 Taxation charge

The tax for the period is attributable to:

	2019 £	2018 £
<b>Current Tax</b>		
UK corporation tax	9,876	17,176
UK corporation tax adjustment to prior periods	-	(675)
Total current tax charge	9,876	16,501
Total tax charge for period	9,876	16,501

Were the company to sell the property at its fair value then no tax liability would arise.

### 7 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £	Total £
<b>Cost or valuation</b>					
At 1 April 2018	1,500,000	414,100	75,743	88,544	2,078,387
Additions	-	490	-	25	515
Disposals	-	(9,154)	-	-	(9,154)
At 31 March 2019	1,500,000	405,436	75,743	88,569	2,069,748
<b>Depreciation</b>					
At 1 April 2018	-	364,033	32,228	86,443	482,704
Charge for the year	-	17,185	15,654	1,262	34,101
At 31 March 2019	-	381,218	47,882	87,705	516,805
<b>Carrying amount</b>					
At 31 March 2019	1,500,000	24,218	27,861	864	1,552,943
At 31 March 2018	1,500,000	50,067	43,515	2,101	1,595,683

Included within the net book value of land and buildings above is £1,500,000 (2018 - £1,500,000) in respect of freehold land and buildings.

### 8 Stocks

	2019 £	2018 £
Other inventories	362,756	379,150

# **International Telecommunications Equipment Limited**

## **Notes to the Financial Statements for the Year Ended 31 March 2019**

### **9 Debtors**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Trade debtors	488,524	341,517
Prepayments	55,450	9,338
Other debtors	-	1,000
	<u>543,974</u>	<u>351,855</u>

### **10 Share capital**

#### **Allotted, called up and fully paid shares**

	<b>2019</b>		<b>2018</b>	
	<b>No.</b>	<b>£</b>	<b>No.</b>	<b>£</b>
Ordinary share capital of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>



# International Telecommunications Equipment Limited

## Notes to the Financial Statements for the Year Ended 31 March 2019

### 11 Creditors

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

	Note	2019 £	2018 £
<b>Due within one year</b>			
Bank loans and overdrafts	12	94,001	70,712
Trade creditors		341,163	197,216
Taxation and social security		58,280	37,541
Accruals and deferred income		109,680	85,834
Other creditors		10,331	16,501
		<u>613,455</u>	<u>407,804</u>

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

	Note	2019 £	2018 £
<b>Due after one year</b>			
Loans and borrowings	12	<u>355,881</u>	<u>450,448</u>

### 12 Loans and borrowings

	2019 £	2018 £
<b>Non-current loans and borrowings</b>		
Bank borrowings	355,881	390,447
Finance lease liabilities	-	5,062
Other borrowings	-	54,939
	<u>355,881</u>	<u>450,448</u>

**International Telecommunications Equipment Limited**

**Notes to the Financial Statements for the Year Ended 31 March 2019**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
<b>Current loans and borrowings</b>		
Bank borrowings	34,000	34,000
Finance lease liabilities	5,062	8,058
Other borrowings	<u>54,939</u>	<u>28,654</u>
	<u>94,001</u>	<u>70,712</u>