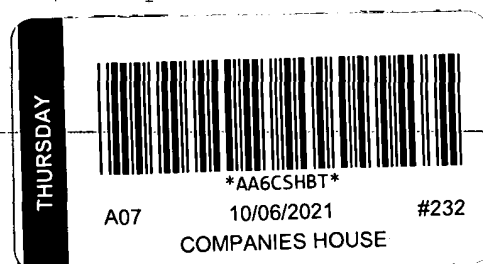


Company Regd no: 03672687

**REPORT OF THE DIRECTOR AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019  
FOR  
GNANAM DISTRIBUTION HOLDING LIMITED**



**GNANAM DISTRIBUTION HOLDING LIMITED**

**CONTENTS OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019**

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**GNANAM DISTRIBUTION HOLDING LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 DECEMBER 2019**

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**DIRECTOR:** S Deivendran

**SECRETARY:** S Puyaneswaran

**REGISTERED OFFICE:** 3rd Floor  
Walbrook Building  
195 Marsh Wall  
London  
E14 9SG

**REGISTERED NUMBER:** 03672687 (England and Wales)

## **GNANAM DISTRIBUTION HOLDING LIMITED**

### **STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2019**

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The directors present their strategic report for the year ended 31 December 2019.

#### **Review of the business**

The results for the period and financial position of the Company are as shown in the annexed financial statements.

The Company is a non-trading holding company. As of 31 December 2019, the Company has net assets of €2,030 (2018: €4,058) and holds investment in subsidiaries.

The immediate parent company is Lycatelcom LDA (a company registered in Portugal) and the ultimate parent undertaking is WWW Holding Company Limited. The accounts along with an analysis of financial and non-financial information of WWW Holding Company Limited can be obtained from 3rd Floor, Walbrook Building, 195 Marsh Wall, London E14 9SG.

#### **Corporate Governance**

The company supports high standards of corporate governance. The Board is responsible for organizing and directing the overall affairs of the company in a way that is in the best interests of the shareholders - meeting all legal and regulatory requirements and to ensure the company remains consistent with good practice.

There is specific operational structure in which the Directors of the company have responsibility for their own decision making and for the corporate governance within their own entities, thus mitigating financial and regulatory risk.

The Board is also responsible for ensuring that the company is adequately resourced, that the appropriate skills are in place and that the management team are meeting their objectives whilst ensuring that shareholder value is maintained.

#### **Principal risks and uncertainties**

The principal risks and uncertainties facing the company are broadly grouped within competitive, operational and financial risk. The directors' risk management objectives consist of identifying and monitoring those risks which could have an adverse impact on the company's assets, profitability or cash flow, and mitigating these risks where appropriate.

#### **Competitive Risk**

The principal risk and uncertainty facing the company is the current economic environment and a possible slowdown in trade.

#### **Operational Risk**

The main operational risk relating to the company is that of subsidiaries smooth running of the operation. The company manages this operational risk by continued existence of the company as a going concern by the support of parent company WWW Holding Limited.

#### **Regulatory Risk**

The Group's telecommunication services are regulated together with the industry as a whole. Full compliance with regulatory requirements is monitored by senior management in conjunction with the Group's in-house legal team.

**GNANAM DISTRIBUTION HOLDING LIMITED**

**STRATEGIC REPORT - continued  
FOR THE YEAR ENDED 31 DECEMBER 2019**

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Following the outbreak of the Covid-19 pandemic in early 2020 and recent Brexit of United Kingdom from European Union in December 2020 and following the recent further waves of Covid -19, the company is monitoring the developments of the pandemic, economic development after Brexit and evaluating its impact to the financial position and regulatory of the company. The impact on the company is not material and also company does not currently anticipate a significant impacts on its financial position over the coming year. If any significant impacts that remains uncertain at this time and the company is monitoring developments closely.

**Financial Risk**

The company's subsidiaries balances are due to or from related parties are in other currencies primarily in Euros and British Pound. The company is therefore exposed to currency movements.

**Liquidity Risk**

The company's policy on liquidity risk is to ensure that sufficient cash is available to fund the continued existence, which is supported by related party companies.

On behalf of the board



Signature

S Deivendran- Director

Date:

24<sup>th</sup> May 2021

## **GNANAM DISTRIBUTION HOLDING LIMITED**

### **REPORT OF THE DIRECTOR FOR THE YEAR ENDED 31 DECEMBER 2019**

---

The director presents his report with the financial statements of the company for the year ended 31 December 2019.

#### **PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of non-trading holding company.

#### **DIVIDENDS**

No dividends will be distributed for the year ended 31 December 2019.

#### **DIRECTOR**

S Deivendran held office during the whole of the period from 1 January 2019 to the date of this report.

#### **STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

The director is responsible for preparing the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is required to:

- select suitable accounting policies and then 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

**GNANAM DISTRIBUTION HOLDING LIMITED**

**REPORT OF THE DIRECTOR- continued  
FOR THE YEAR ENDED 31 DECEMBER 2019**

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**GOING CONCERN**

The financial statements have been prepared on a going concern basis. The Directors believe Company will be able to continue to operate and meet its obligations as they fall due for the foreseeable future.

The company's management have assessed whether the going concern assumption is appropriate in the current context of COVID- 19 pandemic and Brexit, management have taken into consideration of all available and relevant information specific to the group about the future, which is at least, but is not limited to, twelve months from the date when the financial statements are authorised for issue. Management has prepared detailed forecasts in the given situation of the rapidly evolving nature of the pandemic, considering all the relevant factors of recent Brexit from European union on customers, suppliers and staff to assess whether the entity is able to continue to operate if staffs were not able to physically be present, and how long could the entity survive given the availability of cash resources and the flexibility of its cost base.

The Company has obtained a letter of support from the Directors of the related party Companies to confirm their intention to provide support to the company for a period of at least 12 months from the date of approval of these Financial Statements. The Director has concluded that the combination of the trading forecasts for the 12 month period from date of approval of the financial statement, and the long-term on-going support as provided by the Directors of the affiliated companies, provides reasonable certainty that the Company has adequate working capital resources to continue in operational existence for the foreseeable future and for these reasons continue to adopt the going concern basis of accounting in preparing these Financial Statements.

## **GNANAM DISTRIBUTION HOLDING LIMITED**

### **REPORT OF THE DIRECTOR- continued FOR THE YEAR ENDED 31 DECEMBER 2019**

---

Operational cashflow forecasts for this Group and related party companies have been prepared on an aggregate basis for the period ending 30th April 2022. The forecast takes account of the market conditions and risk factors faced by all entities involved in the model. This aggregated forecast shows the group of affiliated and related companies, whom are all under the common control of Mr. A Subaskaran, the ultimate controlling party of WWW Holding Company, being profit generating and cash generating for the period ending 30th April 2022 and that the aggregated companies have the ability to meet future resourcing requirements and settle related party debts as they fall due, within this group. In the view of management, there is unlikely to be a material changes of at least 12 months from the date of signing these financial statements.

The Directors have further mitigated any potential related party risk by receiving an undertaking from the owners of certain material related party creditor companies that liabilities will not be demanded and repaid to the related party companies for a period of at least 12 months from the date of signing these financial statements, unless significant surplus funds are available, or if doing so could jeopardize, in the opinion of the Directors, the Group's ability to meet its debts as they fall due and company would be able to continue its going concern with the support of the group.

#### **SUBSEQUENT EVENTS**

##### **The impact of Corona virus**

The Corona virus outbreak and its impact during 2020 and further wave during early 2021 is expected to have a significant economic impact on Lyca mobile's major markets and possible impacts to the company's operation.

#### **STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

#### **AUDITORS**

The auditors, Focus Somar Audit & Tax Accountants Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

#### **ON BEHALF OF THE BOARD:**



S Deivendran - Director

Date: 24th May 2021



## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF GNANAM DISTRIBUTION HOLDING LIMITED**

**FOR THE YEAR ENDED 31 DECEMBER 2019**

---

### **Opinion**

We were engaged to audit the financial statements of Gnanam Distribution Holding Limited (the 'company') for the year ended 31 December 2019 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement and Notes to Financial Statements, including 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 Financial Reporting Standard 102 *The financial Reporting Standards applicable in UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practices)

In our opinion, the financial statements:

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

### **Basis of 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 the provisions available for small entities 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.

### **Material uncertainty related to going concern (emphasis of matter)**

We draw attention to note 1.6 in the financial statements. As stated in note 1, for its continued existence of the company, which is reliant on the support & continuity of the going concern of group companies as set forth in note 1.6, indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as going concern. Our opinion is not modified in respect of this matter.

### **Opinion on other matters 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 strategic report and the director's report have been prepared in accordance with applicable legal requirements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
GNANAM DISTRIBUTION HOLDING LIMITED- continued**

**FOR THE YEAR ENDED 31 DECEMBER 2019**

---

**Matters on which we required to report under the Companies Act 2006:**

Except for the matter described in the basis for a qualified opinion section above, in the light of knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors report

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

In respect to the matter described in the basis for a qualified opinion section above:

- we have not obtained all the information and explanations that we considered necessary for the purpose of our audit,
- we were unable to determine whether adequate accounting records had been kept.

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

- the Company financial statements are not in agreement with the accounting records and returns, or
- adequate accounting records have not been kept by the parent company & subsidiaries, or returns adequate for our audit have not been received from branches not visited by us, or
- certain disclosure of directors' on remuneration specified by law are not made.

**Responsibilities of director**

As explained more fully in the directors' responsibility statement, the director is responsible for the preparation of financial statements and for being satisfied that they give a true and fair view, and for such internal control as the director determines 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 director is 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 director either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

**Auditors' responsibilities for the audit of the financial statements**

Our responsibility is to conduct an audit of Company's financial statements in accordance with ISAs (UK) and to issue an auditor's report. Our objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material statement, 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 Report of the Auditors.

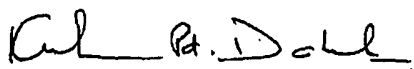
**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
GNANAM DISTRIBUTION HOLDING LIMITED- continued**

**FOR THE YEAR ENDED 31 DECEMBER 2019**

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**Use of our report**

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 a Report of the Auditors 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.



Krishna Prasad Dahal (Senior statutory auditor)  
for and on behalf of

**Focus Somar Audit & Tax Accountants Ltd**  
Statutory Auditors  
130 College Road  
Harrow  
HA1 1BQ

Date: 25<sup>th</sup> May 2021

**GNANAM DISTRIBUTION HOLDING LIMITED**

**INCOME STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Notes	Year Ended 31/12/19 €	Year Ended 31/12/18 €
<b>TURNOVER</b>		-	-
Cost of Sales		-	-
<b>Gross Profit</b>		-	-
Administrative Expense		-	-
Other Operating Income		(2,028)	4,058
<b>Operating Profit</b>		-	-
Exceptional items		-	-
<b>Profit/Loss on ordinary activities before taxation</b>		(2,028)	4,058
Tax on profit on ordinary activities	3	-	-
<b>PROFIT FOR THE FINANCIAL YEAR</b>		(2,028)	4,058

**GNANAM DISTRIBUTION HOLDING LIMITED**

**OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Year Ended 31/12/19	Year Ended 31/12/18
Notes	€	€
<b>LOSS FOR THE YEAR</b>	-	-
<b>OTHER COMPREHENSIVE INCOME</b>	<u>(2,028)</u>	<u>4,058</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<u>(2,028)</u>	<u>4,058</u>

**GNANAM DISTRIBUTION HOLDING LIMITED (REGISTERED NUMBER: 03672687)**

**BALANCE SHEET  
31 DECEMBER 2019**

	Notes	2019 €	2018 €
<b>Non Current Assets</b>			
Tangible fixed assets		-	-
Investment in subsidiaries	4	2,030	4,058
		<u>2,030</u>	<u>4,058</u>
<b>Current Assets</b>			
Debtors		-	-
Cash at Bank and in hand		-	-
		<u>-</u>	<u>-</u>
<b>Creditors</b>			
Amount falling within one year		-	-
		<u>-</u>	<u>-</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>2,030</u>	<u>4,058</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	5	14,250	14,250
Retained earnings	6	(12,220)	(10,192)
		<u>2,030</u>	<u>4,058</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>2,030</u>	<u>4,058</u>

The financial statements were approved by the director on 24<sup>th</sup> May 2021 and were signed by:



S Deivendran - Director

**GNANAM DISTRIBUTION HOLDING LIMITED**

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2019**

	<b>Called up Share capital €</b>	<b>Retained earnings €</b>	<b>Total equity €</b>
<b>Balance at 1 January 2018</b>	14,250	(10,192)	4,058
<b>Loss for the year</b>	-	(2,028)	(2,028)
<b>Total Comprehensive income for the year</b>	-	(12,220)	2,030
<b>Total Investments By and distributions to owners</b>	-	-	-
<b>Balance at 31 December 2019</b>	<b>14,250</b>	<b>(12,220)</b>	<b>2,030</b>

**GNANAM DISTRIBUTION HOLDING LIMITED**

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2019**

		<b>Year Ended 31/12/19 €</b>	<b>Year Ended 31/12/18 €</b>
	<b>Notes</b>		
<b>Cash flows from operating activities</b>			
Cash generated from operations			
<b>Increase in cash and cash equivalents</b>			
<b>Cash and cash equivalents at beginning of year</b>			
<b>Cash and cash equivalents at end of year</b>			



**GNANAM DISTRIBUTION HOLDING LIMITED**

**NOTES TO THE CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2019**

**1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

		<b>Year Ended 31/12/19 €</b>	<b>Year Ended 31/12/18 €</b>
	<b>Notes</b>		
<b>Cash flows from operating activities</b>			
Cash generated from operations		-	-
<b>Increase in cash and cash equivalents</b>		-	-
<b>Cash and cash equivalents at beginning of year</b>		-	-
<b>Cash and cash equivalents at end of year</b>		-	-

## **GNANAM DISTRIBUTION HOLDING LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019**

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#### **1. ACCOUNTING POLICIES**

##### **1.1 General information**

Gnanam Distribution Holding Limited (the "Company") and its subsidiaries operate principally in the UK and countries within the European Union. The Company is private company limited by shares and is incorporated in England. The address of its registered office is 3rd Floor, Walbrook Building, 195 Marsh Wall, London, E14 9SG.

##### **1.2 Statement of compliance**

The financial statements of the Company have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standards 102, "The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland" ("FRS 102") and the Companies Act 2006.

##### **1.3 Summary of significant accounting policies**

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

##### **1.4 Basis of preparing the financial statements**

The financial statements of Gnanam Distribution Holding Limited have been prepared on going concern basis, under the historical cost convention and are in accordance with applicable accounting standards in the United Kingdom.

##### **1.5 Basis of consolidation**

The financial statements contain information about Gnanam Distribution Holding Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 401 of the Companies Act 2006 from the requirements to prepare consolidated financial statements as it and its subsidiary undertaking are included by full consolidation in the consolidated financial statements of its ultimate parent, WWW Holding Company Limited, 195 Marsh Wall, London, E14 9SG, United Kingdom. Consolidated financial statements are available in its registered office 195 Marsh Wall, London, E14 9SG, United Kingdom.

##### **1.6 Going Concern**

The financial statements have been prepared on going concern basis. The directors believe the company will be able to continue to operate and meet its obligations as they fall due for the foreseeable future.

The company is reliant on the support & continuity of the going concern of holding company WWW Holding Limited and ultimately the continue support of its controlling shareholder, Mr. A Subaskaran.

## **GNANAM DISTRIBUTION HOLDING LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2019**

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Operational cashflow forecasts for this Group and related party companies have been prepared on an aggregate basis for the period ending 30<sup>th</sup> April 2021. The forecast takes account of the market conditions and risk factors faced by all entities involved in the model. This aggregated forecast shows the group of affiliated and related companies, whom are all under the common control of Mr. A Subaskaran, the ultimate controlling party of WWW Holding Company, being profit generating and cash generating for the period ending 30<sup>th</sup> April 2021 and that the aggregated companies have the ability to meet future resourcing requirements and settle related party debts as they fall due, within this group. In the view of management, there is unlikely to be a material changes of at least 12 months from the date of signing these financial statements.

The Directors have further mitigated any potential operational risk by receiving an undertaking from the owners of certain material related party creditor companies that liabilities will not be demanded and repaid to the related party companies for a period of at least 12 months from the date of signing these financial statements, unless significant surplus funds are available, or if doing so could jeopardize, in the opinion of the Directors, the company's ability to meet its debts as they fall due and company would be able to continue its going concern with the support of the group.

#### **1.7 Investments in subsidiaries**

Investments in subsidiary undertakings are recognised at cost less any provision for impairment.

#### **Impairment**

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

#### **1.8 Provisions**

Provisions are recognised when the company has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

#### **1.9 Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax. The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other year and 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 end of the reporting period.

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

- i) 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;
- ii) Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met; and
- iii) Where they relate to timing differences in respect of interests in subsidiaries, associates, branches and joint

## GNANAM DISTRIBUTION HOLDING LIMITED

### NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2019

ventures and the Group can control the reversal of the timing differences and such reversal is not considered probable in the foreseeable future.

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.

#### 1.12 Exemptions for qualifying entities under FRS 102

FRS 102 allows a qualifying entity certain disclosure exemption, subject to certain conditions, which have been complied with.

(j) FRS 102 1.12(b) – form preparing a statement of cash flows, on the basis that it is a qualifying entity and the consolidated statement of cash flows, included in these financial statements, includes the Company's cash flows.

## 2. EMPLOYEES AND DIRECTORS

There were no staff costs for the year ended 31 December 2019 nor for the year ended 31 December 2018.

	Year Ended 31/12/19	Year Ended 31/12/18
	€	€
Director's remuneration	-	-

## 3. TAXATION

	Year Ended 31/12/19	Year Ended 31/12/18
	€	€
Corporation tax charge for the year	-	-

#### Analysis of the tax charge

No liability to UK corporation tax arose for the year ended 31 December 2019 nor for the year ended 31 December 2018.

**GNANAM DISTRIBUTION HOLDING LIMITED****NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2019****4. FIXED ASSET INVESTMENTS**

	Shares in group undertakings €
<b>COST</b>	
At 1 January 2019	4,058
	<hr/>
<b>PROVISIONS</b>	
At 1 January 2019	-
and 31 December 2019	(2,028)
	<hr/>
	(2,028)
<b>NET BOOK VALUE</b>	
At 31 December 2019	2,030
	<hr/>
At 31 December 2018	4,058
	<hr/>

The company's investments at the Balance Sheet date in the share capital of companies include the following:

**Gnanam Telecom Centers SPRL**

Registered office: Belgium

Nature of business: Telecommunication

Class of shares:	%
Ordinary	holding 100.00

**Gnanam Telecom Centers AB**

Registered office: Sweden

Nature of business: Telecommunication

Class of shares:	%
Ordinary	holding 100.00

The company has reviewed the value of valuation in the current year and decided to write off investment in full amounting €2,028, however decided to keep a nominal value of €1 in one of the subsidiaries Gnanam Telecom Centers SPRL, a company registered in Belgium due to substantial negative networth and continued trading loss of the company.

The investments in Gnanam Telecom Centres AB amounting to €2,029 are stated at costs in historical carrying value.

**GNANAM DISTRIBUTION HOLDING LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2019**

**5. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2018 €	2017 €
10,000	Ordinary	€ 1.425	14,250	14,250

**6. RESERVES**

	Retained earnings €
At 1 January 2019	(10,192)
Loss for the year	(2,028)
	<u>(12,220)</u>
At 31 December 2018	<u>(12,220)</u>

## **GNANAM DISTRIBUTION HOLDING LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2019**

---

#### **7. AUDIT FEE**

Auditor remuneration of €2,778 (2018- €2,197) was borne by fellow group company.

#### **8. ULTIMATE PARENT COMPANY**

WWW Holding Company Limited (incorporated in United Kingdom) is regarded by the director as being the company's ultimate parent company.

The immediate parent company is Lycatelcom LDA (a company registered in Portugal). The ultimate parent undertaking is WWW Holdings Company Limited. The accounts of WWW Holding Company Limited can be obtained from 3rd Floor, Walbrook Building, 195 Marsh Wall, London E14 9SG. The ultimate beneficial owner of WWW Holding Company Limited, by virtue of his majority shareholding is Mr A Subaskaran.

#### **9. DEFERRED TAX**

The company did not recognize the deferred asset amounting to €2,321 arising from previous years loss carried forward and company don't anticipate future taxable profit that will be available set off unused tax losses in near future.

#### **10. EXEMPTION FROM THE CONSOLIDATION OF SUBSIDIARIES**

The company is exempt under Section 401 of the Companies Act 2006 from the requirements to prepare consolidated financial statements as this company and its subsidiary undertaking are included by full consolidation in the consolidated financial statements of its ultimate parent, WWW Holding Company Limited, 195 Marsh Wall, London, E14 9SG, United Kingdom. Consolidated financial statements are available in its registered office 195 Marsh Wall, London, E14 9SG, United Kingdom.

#### **11. POST BALANCE SHEET EVENTS**

##### **The impact of Corona virus**

Following the outbreak of the Covid-19 pandemic in early 2020 and recent Brexit of United Kingdom from European Union in December 2020, and following the further waves of Covid-19 till date, there might be possible negative impact to the financial position and operating results of the company. As at the date on which this set of financial statements were authorized for issue, the situation is ongoing, there is no any significant impact to the company financial position from the date of balance sheet till date. The company also does not currently anticipate a significant reduction of its activities over the coming year.

**GNANAM DISTRIBUTION HOLDING LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

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	Year Ended 31/12/19	Year Ended 31/12/18
	€	€
<b>Income</b>	-	-
Cost of sales	-	-
	-	-
Administrative Expense	-	-
<b>Other operating Income</b>	-	-
Impairment for investment on subsidiaries	(2,028)	4,058
<b>NET LOSS</b>	<b>(2,028)</b>	<b>4,058</b>