

Registered number
04189802

3R TELECOM LIMITED

Filleted Accounts

31 May 2023

3R TELECOM LIMITED**Registered number:** 04189802**Balance Sheet****as at 31 May 2023**

	Notes	2023	2022
		£	£
Fixed assets			
Intangible assets	3	178,580	214,296
Tangible assets	4	229,420	163,380
Investments	5	514,900	514,900
		<u>922,900</u>	<u>892,576</u>
Current assets			
Stocks		78,162	191,097
Debtors	6	905,012	602,718
Cash at bank and in hand		512,023	668,477
		<u>1,495,197</u>	<u>1,462,292</u>
Creditors: amounts falling due within one year	7	(339,948)	(253,084)
Net current assets		<u>1,155,249</u>	<u>1,209,208</u>
Total assets less current liabilities		<u>2,078,149</u>	<u>2,101,784</u>
Creditors: amounts falling due after more than one year	8	(31,091)	(40,000)
Net assets		<u>2,047,058</u>	<u>2,061,784</u>
Capital and reserves			
Called up share capital		759,825	759,825
Share premium		70,000	70,000
Profit and loss account		1,217,233	1,231,959
Shareholders' funds		<u>2,047,058</u>	<u>2,061,784</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has

not been delivered to the Registrar of Companies.

Mr Ramesh Patel
Director

Approved by the board on 22 February 2024

Mr Paul Wootten
Director
Approved by the board on 22 February
2024

3R TELECOM LIMITED
Notes to the Accounts
for the year ended 31 May 2023

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard).

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

Intangible fixed assets

Intangible fixed assets are measured at cost less accumulative amortisation and any accumulative impairment losses.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Freehold buildings	over 50 years
Leasehold land and buildings	Over 30 years on a straight line basis
Plant and machinery	25% Reducing balance basis
Fixtures, fittings, tools and equipment	25% Reducing balance basis

Investment Property

Investment property is initially recognised at cost and then subsequently measure at fair value. Changes in value are recognised in profit and loss.

Investments

Investments in subsidiaries, associates and joint ventures are measured at cost less any accumulated impairment losses. Listed investments are measured at fair value. Unlisted investments are measured at fair value unless the value cannot be measured reliably, in which case they are measured at cost less any accumulated impairment losses. Changes in fair value are included in the profit and loss account.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

Foreign currency translation

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction. At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.

Leased assets

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases. The rights of use and obligations under finance leases are initially recognised as assets and liabilities at amounts equal to the fair value of the leased assets or, if lower, the present value of the minimum lease payments. Minimum lease payments are apportioned between the finance charge and the reduction in the outstanding liability using the effective interest rate method. The finance charge is allocated to each period during the lease so as to produce a constant periodic rate of interest on the remaining balance of the liability. Leased assets are depreciated in accordance with the company's policy for tangible fixed assets. If there is no reasonable certainty that ownership will be obtained at the end of the lease term, the asset is depreciated over the lower of the lease term and its useful life. Operating lease payments are recognised as an expense on a straight line basis over the lease term.

Pensions

Contributions to defined contribution plans are expensed in the period to which they relate.

2 Employees	2023	2022
	Number	Number
Average number of persons employed by the company	<u>7</u>	<u>7</u>
3 Intangible fixed assets		£
Goodwill:		
Cost		
At 1 June 2022		1,327,160
At 31 May 2023		<u>1,327,160</u>
Amortisation		
At 1 June 2022		1,112,864
Provided during the year		35,716
At 31 May 2023		<u>1,148,580</u>
Net book value		
At 31 May 2023		<u>178,580</u>
At 31 May 2022		<u>214,296</u>

Goodwill is being written off in equal annual instalments over its estimated economic life of 5 years.

4 Tangible fixed assets	Land and buildings	Plant and machinery etc	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 June 2022	224,301	1,772,864	21,870	2,019,035
Additions	-	100,199	-	100,199
At 31 May 2023	<u>224,301</u>	<u>1,873,063</u>	<u>21,870</u>	<u>2,119,234</u>
Depreciation				
At 1 June 2022	84,819	1,751,061	19,775	1,855,655
Charge for the year	3,135	30,500	524	34,159
At 31 May 2023	<u>87,954</u>	<u>1,781,561</u>	<u>20,299</u>	<u>1,889,814</u>
Net book value				
At 31 May 2023	<u>136,347</u>	<u>91,502</u>	<u>1,571</u>	<u>229,420</u>
At 31 May 2022	<u>139,482</u>	<u>21,803</u>	<u>2,095</u>	<u>163,380</u>

5 Investments

Investments in subsidiary undertakings £

Cost

At 1 June 2022	514,900
At 31 May 2023	<u>514,900</u>

The company holds 20% or more of the share capital of the following companies:

Company	Shares Held Class	%	Capital and reserves	Profit (Loss) for the year
CES TS Software Limited	Ordinary	100	44,235	(18,833)
Octepos Limited	Ordinary	100	47,160	(961)
3R Software Solutions Limited	Ordinary	100	(219,614)	(70,926)

6 Debtors

2023
£

2022
£

Trade debtors	163,014	33,139
Amounts owed by group undertakings and undertakings in which the company has a participating interest	670,401	423,982
Other debtors	71,597	145,597
	<u>905,012</u>	<u>602,718</u>

7 Creditors: amounts falling due within one year

2023
£

2022
£

Bank loans and overdrafts	7,872	10,404
Trade creditors	110,939	105,046
Amounts owed to group undertakings and undertakings in which the company has a participating interest	42,631	42,631
Taxation and social security costs	12,551	1,042
Other creditors	165,955	93,961
	<u>339,948</u>	<u>253,084</u>

8 Creditors: amounts falling due after one year

2023
£

2022
£

Bank loans	<u>31,091</u>	<u>40,000</u>
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9 Revaluation reserve	2023	2022
	£	£
At 1 June 2022	-	1,919
Loss on revaluation of land and buildings	-	(1,919)
At 31 May 2023	<u>-</u>	<u>-</u>

10 Related party transactions

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transaction with wholly owned subsidiaries within the group.

11 Controlling party

The ultimate controlling party is Mr Ramesh Bhikabhai Patel.

12 Principle place of business

3R TELECOM LIMITED is a private company limited by shares and incorporated in England.

Its registered office is:

Charter House

8-10 Station Road

Manor Park

London

E12 5BT

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