

Hazelnut London Ltd

Unaudited Financial Statements

Year Ended

30 September 2020

Company Number 10369814



Hazelnut London Ltd
Registered number: 10369814

Statement of Financial Position
As at 30 September 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	6	4,528	7,900
Current assets			
Debtors	7	70,145	198,222
Cash at bank and in hand		63,120	85,103
		<u>133,265</u>	<u>283,325</u>
Creditors: amounts falling due within one year	8	(104,411)	(226,677)
Net current assets		<u>28,854</u>	<u>56,648</u>
Net assets		<u><u>33,382</u></u>	<u><u>64,548</u></u>
Capital and reserves			
Called up share capital	9	235	235
Share premium account	10	1,379,925	1,379,925
Profit and loss account	10	(1,346,778)	(1,315,612)
		<u><u>33,382</u></u>	<u><u>64,548</u></u>

The director considers that the company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

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

The company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

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

Andrew Long
.....
Andrew Long
Director

Date: 19 November 2020

The notes on pages 3 to 8 form part of these financial statements.

Hazelnut London Ltd

Statement of Changes in Equity For the year ended 30 September 2020

	Called up share capital	Share premium account	Profit and loss account	Total equity
	£	£	£	£
At 1 October 2019	235	1,379,925	(1,315,612)	64,548
Loss for the year	-	-	(31,166)	(31,166)
At 30 September 2020	235	1,379,925	(1,346,778)	33,382

Statement of Changes in Equity For the year ended 30 September 2019

	Called up share capital	Share premium account	Profit and loss account	Total equity
	£	£	£	£
At 1 October 2018	197	299,961	(330,291)	(30,133)
Loss for the year	-	-	(985,321)	(985,321)
Shares issued during the year	38	1,079,964	-	1,080,002
At 30 September 2019	235	1,379,925	(1,315,612)	64,548

The notes on pages 3 to 8 form part of these financial statements.

Hazelnut London Ltd

Notes to the Financial Statements For the year ended 30 September 2020

1. General information

Hazelnut London Ltd is a private company, limited by shares, incorporated in England and Wales under the Companies Act 2006. The address of the registered office is given in the company information page. The nature of the company's operations and its principal activities are given in the directors' report.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Going concern

The director of the company is continuing to assess the impact of COVID-19 as the situation continues to evolve, and at this stage it is not possible to determine with complete certainty the impact on the company, its customers, employees and suppliers. The director is continually reviewing his plans and forecasts and believes that the company has access to sufficient funding to meet its financial obligations as they fall due and the going concern basis remains appropriate.

The director has assessed cashflow forecasts and believes the commission income generated through ongoing switches of the company's customers will be sufficient to allow the company to meet its obligations without further funding.

Accordingly, the company's financial statements have been prepared on the going concern basis.

2.3 Foreign currency translation

Functional and presentation currency

The company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Hazelnut London Ltd

Notes to the Financial Statements For the year ended 30 September 2020

2. Accounting policies (continued)

2.4 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. Revenue also includes a reliably estimated provision for doubtful debt. The following criteria must also be met before turnover is recognised:

Rendering of services

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

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

2.5 Research and development

In the research phase of an internal project it is not possible to demonstrate that the project will generate future economic benefits and hence all expenditure on research shall be recognised as an expense when it is incurred. In the development phase of the internal project, all expenditure shall be recognised as an expense within the statement of comprehensive income.

2.6 Taxation

Tax is recognised in the statement of comprehensive income except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current 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 income.

Hazelnut London Ltd

Notes to the Financial Statements For the year ended 30 September 2020

2. Accounting policies (continued)

2.7 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Computer equipment	-	33%
--------------------	---	-----

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the statement of comprehensive income.

2.8 Debtors

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

2.9 Cash at bank and in hand

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

2.10 Creditors

Short term creditors are measured at the transaction price.

3. Judgements in applying accounting policies and key sources of estimation uncertainty

There are no estimates and judgements that have a significant risk of causing material adjustments to the carrying amount of assets and liabilities within the financial year.

Hazelnut London Ltd

Notes to the Financial Statements For the year ended 30 September 2020

4. Turnover

All turnover arose within the United Kingdom.

5. Employees

The average monthly number of employees, including directors, during the year was 7 (2019 - 7).

6. Tangible fixed assets

	Computer equipment £
Cost	
At 1 October 2019	10,902
Additions	317
Disposals	(380)
At 30 September 2020	10,839
Depreciation	
At 1 October 2019	3,002
Charge for the year	3,535
Disposals	(226)
At 30 September 2020	6,311
Net book value	
At 30 September 2020	4,528
At 30 September 2019	7,900

7. Debtors

	2020 £	2019 £
Other debtors	-	11,557
Accrued income	70,145	145,472
Corporation tax recoverable	-	41,193
	70,145	198,222

Hazelnut London Ltd

Notes to the Financial Statements For the year ended 30 September 2020

8. Creditors: Amounts falling due within one year

	2020 £	2019 £
Trade creditors	13,722	78,036
Other taxation and social security	52,288	12,826
Other creditors	3,712	62,403
Accruals	34,689	73,412
	<u>104,411</u>	<u>226,677</u>

9. Share capital

	2020 £	2019 £
Allotted, called up and fully paid		
19,998,216 Ordinary shares of £0.000010 each	200	200
3,479,968 A Preferred shares of £0.000010 each	35	35
	<u>235</u>	<u>235</u>

10. Reserves

The company's capital and reserves are as follows:

Share premium account

The share premium account includes the premium on issue of equity shares, net of any issue costs.

Profit and loss account

Represents cumulative profits or losses, net of dividends paid and other adjustments.

Hazelnut London Ltd

Notes to the Financial Statements For the year ended 30 September 2020

11. Related party transactions

Included within other creditors is a balance of £Nil (2019 - £19,831) which is payable to Andrew Long who is a director of the company. The balance attracts a Nil rate of interest and is repayable on demand.

The company is related to News Corp UK & Ireland Limited ("News UK") as News UK owns 15% of the shares capital of the company and is entitled to appoint an investor director to the board. During the year, News UK charged the company commissions of £69,105 (2019 - £189,155). £Nil (2019 - £51,168) was outstanding at the year end.

12. Controlling party

The director does not consider there to be a single controlling party.