

Registered number: 11386578

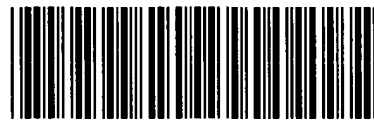
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**AVI NETWORKS UK LIMITED**

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**FINANCIAL STATEMENTS**  
**INFORMATION FOR FILING WITH THE REGISTRAR**  
**FOR THE PERIOD ENDED 31 JANUARY 2019**

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**AVI NETWORKS UK LIMITED**  
**REGISTERED NUMBER: 11386578**

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**BALANCE SHEET**  
**AS AT 31 JANUARY 2019**

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	Note	2019 £
<b>Current assets</b>		
Debtors: amounts falling due within one year	4	109,922
Cash at bank and in hand	5	229,053
		<u>338,975</u>
Creditors: amounts falling due within one year	6	<u>(282,924)</u>
<b>Net current assets</b>		<u>56,051</u>
<b>Total assets less current liabilities</b>		<u>56,051</u>
<b>Net assets</b>		<u><u>56,051</u></u>
<b>Capital and reserves</b>		
Called up share capital		1
Profit and loss account		<u>56,050</u>
		<u><u>56,051</u></u>

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 profit and loss account 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:

  
.....  
**M Basavaiah**  
Director

Date: 4 Dec 2019

The notes on pages 3 to 7 form part of these financial statements.

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**AVI NETWORKS UK LIMITED**

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**STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 JANUARY 2019**

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	<b>Called up share capital</b>	<b>Profit and loss account</b>	<b>Total equity</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Comprehensive income for the period</b>			
Loss for the period	-	(2,475)	(2,475)
Share option reserve	-	58,525	58,525
<b>Other comprehensive income for the period</b>	-	58,525	58,525
<b>Total comprehensive income for the period</b>	-	56,050	56,050
Shares issued during the period	1	-	1
<b>Total transactions with owners</b>	1	-	1
<b>At 31 January 2019</b>	<b>1</b>	<b>56,050</b>	<b>56,051</b>

The notes on pages 3 to 7 form part of these financial statements.

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**AVI NETWORKS UK LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 31 JANUARY 2019**

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**1. General information**

Avi Networks UK Limited ("The Company") is a company incorporated in the United Kingdom under the Companies Act. The Company is a private company, limited by shares and is registered in England & Wales. The registered office is Highlands House Basingstoke Road, Spencers Wood, Reading, RG7 1NT.

The principal activity of the company in the year under review was that of providing sales and marketing services for its parent company.

**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 future of the Company has been considered and there are plans to wind up the entity in the future and this is expected to be within the foreseeable future. However as no formal date has been set for the winding up of the Company no adjustments have been made to the financial statements in respect of this matter.

**2.3 Foreign currency translation**

**Functional and presentation currency**

The Company's functional and presentational currency is GBP, rounded to the nearest whole 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.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Profit and Loss Account except when deferred in other comprehensive income as qualifying cash flow hedges.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Profit and Loss Account within 'finance income or costs'. All other foreign exchange gains and losses are presented in the Profit and Loss Account within 'other operating income'.

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**AVI NETWORKS UK LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 31 JANUARY 2019**

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**2. Accounting policies (continued)**

**2.4 Revenue**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Turnover represents amounts charged to the parent company under a services and marketing agreement, excluding value added taxation. Turnover is recognised when costs are incurred.

**2.5 Interest income**

Interest income is recognised in the Profit and Loss Account using the effective interest method.

**2.6 Pensions**

**Defined contribution pension plan**

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Profit and Loss Account when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

**2.7 Share based payments**

Where share options are awarded to employees, the fair value of the options at the date of grant is charged to the Profit and Loss Account over the vesting period. Non-market vesting conditions are taken into account by adjusting the number of equity instruments expected to vest at each Balance Sheet date so that, ultimately, the cumulative amount recognised over the vesting period is based on the number of options that eventually vest. Market vesting conditions are factored into the fair value of the options granted. The cumulative expense is not adjusted for failure to achieve a market vesting condition.

The fair value of the award also takes into account non-vesting conditions. These are either factors beyond the control of either party (such as a target based on an index) or factors which are within the control of one or other of the parties (such as the Company keeping the scheme open or the employee maintaining any contributions required by the scheme).

Where the terms and conditions of options are modified before they vest, the increase in the fair value of the options, measured immediately before and after the modification, is also charged to Profit and Loss Account over the remaining vesting period.

Where equity instruments are granted to persons other than employees, the Profit and Loss Account is charged with fair value of goods and services received.

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**AVI NETWORKS UK LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 31 JANUARY 2019**

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**2. Accounting policies (continued)**

**2.8 Taxation**

Tax is recognised in the Profit and Loss Account, 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 balance sheet date in the countries where the Company operates and generates income.

**2.9 Debtors**

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

**2.10 Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

**2.11 Creditors**

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

**2.12 Financial Instruments**

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an 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.

**3. Employees**

The average monthly number of employees, excluding directors, during the period was 11.

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AVI NETWORKS UK LIMITED

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NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 31 JANUARY 2019

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4. Debtors

	2019 £
Amounts owed by group undertakings	78,252
Other debtors	18,390
Prepayments	13,280
	<u>109,922</u>

5. Cash and cash equivalents

	2019 £
Cash at bank and in hand	229,053
	<u>229,053</u>

6. Creditors: Amounts falling due within one year

	2019 £
Trade creditors	17,647
Corporation tax	13,559
Other taxation and social security	124,100
Other creditors	3,230
Accruals	124,388
	<u>282,924</u>

7. Pension commitments

The Company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £14,467. Contributions totalling £3,320 were payable to the fund at the balance sheet date and are included in creditors.

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## AVI NETWORKS UK LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 JANUARY 2019

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#### 8. Controlling party

During the period to 31 January 2019 the Immediate parent company is Avi Networks International, Inc., a company incorporated in the United States of America. Avi Networks International, Inc, is the parent company of the smallest group to consolidate these accounts and holds 100% of the share capital of Avi Networks UK Limited. The ultimate controlling party is Avi Networks, Inc. and this is also the largest group to consolidate these accounts.

Subsequent to the balance sheet date on 11 July 2019 Avi Networks Inc. was acquired by VMware Inc. VMware Inc. are owned by Dell Technologies Inc. Dell Technologies Inc. is now considered to be the ultimate parent company of the group.

#### 9. Auditor's information

The auditor's report on the financial statements for the period ended 31 January 2019 was unqualified.

In their report, the auditor emphasised the following matter without qualifying their report:

We draw attention to note 2.2 in the financial statements, which indicates that there are plans to wind up the Company in the foreseeable future and so the matter identified casts significant doubt on the Company's ability to continue as a going concern. As stated in note 2.2, these events or conditions along with the other matters as set forth in note 2.2, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect in respect of this matter.

The audit report was signed on 9 December 2019 by Anthony Campbell (Senior Statutory Auditor) on behalf of Nortons Assurance Limited.