

**VODAFONE (SCOTLAND) LIMITED**

**Company No: SC170238**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2021**



## **VODAFONE (SCOTLAND) LIMITED**

**Company No: SC170238**

### **REPORT OF THE DIRECTORS**

The directors submit their annual report and financial statements for Vodafone (Scotland) Limited (the 'Company') for the financial year ended 31 March 2021.

The Company has met the requirements in the Companies Act 2006 to obtain the exemption from the need to present a strategic report.

#### **Principal activity and future developments**

The Company acts as an intermediate holding company. During the year the Company received dividend income as a result of a program to liquidate non-trading subsidiaries. The directors do not expect the company to trade in the foreseeable future.

#### **Results and dividends**

The income statement is set out on page 3 of the financial statements. For the year ended 31 March 2021, there was a profit on ordinary activities after taxation of £509,000 (2020: £nil) due to dividends received from the process to liquidate dormant entities.

The directors do not recommend the payment of a dividend (2020: £nil).

#### **Directors**

The directors of the Company, who served throughout the year, unless otherwise indicated, are as follows:

Andrew Yorston

Janine Butler (appointed on 23 February 2021)

David Evans (resigned on 23 February 2021)

#### **Financial Risk Management**

The Company's operations expose it to a variety of financial risks that include liquidity risk and credit risk in relation to its lending and investment activities. The Company follows Vodafone Group Plc policies in managing its principal risks.

#### **Registered office**

The registered office of the Company is Edinburgh House, 4 North St. Andrew Street, Edinburgh, EH2 1HJ.

#### **Going concern**

The directors are satisfied that, at the time of approving the financial statements, it is appropriate to adopt the going concern basis in preparing the financial statements. On the basis of their assessment of the Company's financial position, the factors likely to affect its future development and performance, and the enquiries made of the directors of Vodafone Group Plc, which is its ultimate parent, the Company's directors have no reason to believe that a material uncertainty exists that may cast doubt about the ability of the Vodafone Group Plc to continue as a going concern. Accordingly, they expect that the Company will be able to continue in operational existence for the foreseeable future and hence continue to adopt the going concern basis of accounting in preparing the annual financial statements.

**VODAFONE (SCOTLAND) LIMITED**

**Company No: SC170238**

**REPORT OF THE DIRECTORS (CONTINUED)**

**Statement of directors' responsibilities**

The directors are responsible 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 then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards, including FRS 102, have been followed subject to any material departures disclosed and explained in the financial statements; and
- 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 to 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.

**Indemnification of directors**

In accordance with the Company's articles of association and to the extent permitted by law, the directors may be granted an indemnity from the Company in respect of liabilities incurred as a result of their office. In respect of those matters for which the directors may not be indemnified, Vodafone Group Plc maintained a directors' and officers' liability insurance policy throughout the financial period, and up to the date of approval of the financial statements. This policy is renewed annually in August. Neither the Company's indemnity nor the insurance provides cover in the event that the director is proven to have acted dishonestly or fraudulently.

The report of the directors was approved by the Board on behalf by:

11 November 2021 and signed on its

DocuSigned by:



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Andrew Yorston

Director

**VODAFONE (SCOTLAND) LIMITED**  
**INCOME STATEMENT**  
**FOR THE YEAR ENDED 31 MARCH 2021**

	Note	2021 £'000	2020 £'000
Impairment of investments	4	(1,851)	-
Dividend income		2,360	-
		<hr/>	<hr/>
Profit on ordinary activities before taxation		509	-
Income tax charge on ordinary activities	3	-	-
		<hr/>	<hr/>
Profit for the financial year		<u>509</u>	<u>-</u>

The Company has no other recognised gains or losses in the current or preceding year and therefore no separate statement of other comprehensive income has been presented.

The results above are derived from continuing operations.

The accompanying notes are an integral part of these financial statements.

**VODAFONE (SCOTLAND) LIMITED**

**Company No: SC170238**

**BALANCE SHEET**

**AT 31 MARCH 2021**

	Notes	2021 £'000	2020 £'000
<b>FIXED ASSETS</b>			
Investments	4	-	1,851
<b>CURRENT ASSETS</b>			
Debtors	5	2,888	2,888
Creditors: amounts falling due within one year	6	(3,690)	(6,050)
<b>NET CURRENT LIABILITIES</b>		(802)	(3,162)
<b>NET LIABILITIES</b>		(802)	(1,311)
<b>CAPITAL AND RESERVES</b>			
Called up share capital	7	500	500
Profit and loss account		(1,302)	(1,811)
<b>TOTAL EQUITY SHAREHOLDERS' DEFICIT</b>		(802)	(1,311)

For the year ended 31 March 2021 the Company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

Members have not required the Company to obtain an audit in accordance with Section 476 of the Companies Act 2006.

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

These financial statements were approved by the Board on 11 November 2021 and were signed on its behalf by:

DocuSigned by:

*Janine Butler*

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Janine Butler  
Director

The accompanying notes are an integral part of these financial statements.

**VODAFONE (SCOTLAND) LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 MARCH 2021**

	Called up share capital	Profit and loss account	Total Shareholders' funds
	£'000	£'000	£'000
Balance at 1 April 2019 and 1 April 2020	500	(1,811)	(1,311)
Profit for the financial year	-	509	509
At 31 March 2021	500	(1,302)	(802)

**VODAFONE (SCOTLAND) LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**1. Statement of accounting policies**

The accounting policies adopted in respect of material items are described below. The accounting policies have been applied on a consistent basis during the current and the preceding year.

**Basis of preparation**

These financial statements have been prepared in accordance with applicable United Kingdom accounting standards, including Financial Reporting Standard 102 – 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' ('FRS 102'), and with the Companies Act 2006.

The financial statements are presented in Sterling (£).

The exemptions available under FRS 102 have been applied to the following items:

- Statement of cash flows and related notes.
- Financial instrument disclosures, including:
  - categories of financial instruments,
  - items of income, expenses, gains or losses relating to financial instruments; and
  - exposure to and management of financial risks.
- Related Party Disclosures

As a wholly owned indirect subsidiary of a company registered in England and Wales, for which consolidated financial statements are prepared, the Company has taken advantage of Section 400 of the Companies Act 2006 and has not prepared consolidated financial statements.

**Going concern**

The Company continues to adopt the going concern basis in preparing its financial statements.

**Critical accounting estimates and judgements**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The financial statements do not contain any significant estimates or judgements that would reasonably impact the results and balances presented.

**Investments**

Investments held as fixed assets are stated at cost less provision for impairment in value

**Debtors**

Receivables are measured at transaction price, less any impairment. Receivables are written off when management considers them to be irrecoverable.

If collection is expected in one year or less, they are classified as current assets. If not, they are classified as non-current assets.

**VODAFONE (SCOTLAND) LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**1. Statement of accounting policies (continued)**

**Creditors**

Creditors are obligations to pay for goods and services that have been acquired in the ordinary course of business from suppliers.

Creditors are recognised initially at fair value and subsequently measured at amortised cost using the effective interest rate method.

**Taxation**

Current tax, including UK corporation tax, is provided at amounts expected to be paid, or recovered, using the tax rates and laws that have been enacted or substantively enacted at the balance sheet date.

**2. Profit and loss account**

The directors did not receive any remuneration from the Company in the financial year (2020: £nil).

The Company did not have any employees throughout the current or preceding year.

**3. Income tax charge on ordinary activities**

	2021 £'000	2020 £'000
UK corporation tax charge at 19% (2020: 19%)	-	-

The standard rate of tax for the financial year, based on the UK standard rate of corporation tax, is 19% (2020: 19%). The actual tax charge for the current and previous year differs from the tax charge at the standard rate for the reasons set out in the following reconciliation:

	2021 £'000	2020 £'000
Profit on ordinary activities before tax	509	-
Tax on profit on ordinary activities before tax at standard rate of 19% (2020: 19%)	97	-
Permanent differences	(97)	-
Current tax charge for the year	-	-



**VODAFONE (SCOTLAND) LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**4. Investments**

	Total £'000
Cost	
At 1 April 2020	1,851
Disposals	-
At 31 March 2021	<u>1,851</u>
Provisions for impairment	
At 1 April 2020	-
Impairment	(1,851)
Disposals	-
At 31 March 2021	<u>(1,851)</u>
Net Book Value	
As at 31 March 2020	<u>1,851</u>
As at 31 March 2021	<u>-</u>

Dividends received in the year from Woodend Group Limited, a subsidiary undertaking, totalled £2,360,000. As a result, the Company impaired its investment, by £1,851,000. Following the payment of the dividend, subsequent to the year end Woodend Group Limited was liquidated.

The Company directly held ordinary shares of £0.04 each in the following dormant undertakings:

	Activity	Country of Incorporation	Description of shares held	Proportion of nominal value of issued shares held
Pinnacle Cellular Group Limited	Holding Company	Scotland	Ordinary £0.04	100%
Woodend Group Limited	Dormant	Scotland	Ordinary £0.10	100%

The Company indirectly held ordinary shares of £1 each in the following dormant undertakings:

	Activity	Country of Incorporation	Description of shares held	Proportion of nominal value of issued shares held
Pinnacle Cellular Limited	Non-trading	Scotland	Ordinary £1	100%

**VODAFONE (SCOTLAND) LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**5. Debtors**

	2021 £'000	2020 £'000
Amounts owed by Group undertakings	2,888	2,888

Amounts owed by Group undertakings are unsecured, interest free and receivable on demand.

**6. Creditors: amounts falling due within one year**

	2021 £'000	2020 £'000
Amounts owed to Group undertakings	3,690	6,050

Amounts due to Group undertakings are payable on demand.

**7. Called up share capital**

	2021 £'000	2020 £'000
Allotted, issued and fully paid: 500,200 ordinary shares of £1 each	500	500

**8. Related party disclosures**

The Company is a wholly owned subsidiary of Vodafone Group Plc and has taken advantage of the exemption granted by paragraph 33(2) of FRS102, Related Party Disclosures, not to disclose transactions with Vodafone Group Plc group companies or interests of the Group who are related parties.

**9. Ultimate parent company**

The immediate parent company of Vodafone (Scotland) Limited is Vodafone Distribution Holdings Limited, a company registered in England and Wales. The ultimate parent company and controlling entity of Vodafone (Scotland) Limited, and the smallest and largest group which prepares consolidated financial statements and of which the Company forms a part, is Vodafone Group Plc, a company registered in England and Wales.

A copy of the financial statements of Vodafone Group Plc for the year ended 31 March 2021 may be obtained from its website [www.vodafone.com](http://www.vodafone.com) or from The Company Secretary, Vodafone Group Plc, Vodafone House, The Connection, Newbury, Berkshire, RG14 2FN.