

Emerging Markets Communications UK Limited

Annual Report and Financial Statements

for the Year Ended 31 December 2017

Roffe Swayne
Statutory Auditors and Chartered Accountants
Ashcombe Court
Woolsack Way
Godalming
Surrey
GU7 1LQ

Emerging Markets Communications UK Limited

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Emerging Markets Communications UK Limited

Company Information

Directors	Mr S Chu Mr Ade-Walé Adepoju
Company secretary	TMF Corporate Administration Services Limited

Registered office	5th Floor 6 St Andrew Steet London EC4A 3AE
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Auditors	Roffe Swayne Statutory Auditors and Chartered Accountants Ashcombe Court Woolsack Way Godalming Surrey GU7 1LQ
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Emerging Markets Communications UK Limited

(Registration number: 09057993) Balance Sheet as at 31 December 2017

(As restated)			
	Note	2017 £	2016 £
Fixed assets			
Tangible assets	5	3,825	6,304
Current assets			
Debtors	6	720,118	369,755
Cash at bank and in hand		22,365	2,578
		<hr/> 742,483	<hr/> 372,333
Creditors: Amounts falling due within one year	7	<hr/> (625,936)	<hr/> (325,252)
Net current assets		<hr/> 116,547	<hr/> 47,081
Net assets		<hr/> 120,372	<hr/> 53,385
Capital and reserves			
Called up share capital	8	1	1
Profit and loss account		<hr/> 120,371	<hr/> 53,384
Total equity		<hr/> 120,372	<hr/> 53,385

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 21 May 2018 and signed on its behalf by:

Mr S Chu
Director

The notes on pages [3](#) to [7](#) form an integral part of these financial statements.

Emerging Markets Communications UK Limited

Notes to the Financial Statements for the Year Ended 31 December 2017

1 General information

The company is a private company limited by share capital, incorporated in England and Wales. The company's registration number is 09057993.

The address of its registered office and principal place of business is:

5th Floor
6 St Andrew Steet
London
EC4A 3AE

2 Accounting policies

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Audit report

The Independent Auditor's Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report on 22 May 2018 was Jeremy Gardner BSc FCA, who signed for and on behalf of Roffe Swayne.

Revenue recognition

Turnover relates to a management recharge to Emerging Markets Communications LLC. The management recharge is recognised to the extent that the company has obtained the right to consideration through its performance.

Foreign currency transactions and balances

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Fixtures and fittings	Straight line over 7 years

Emerging Markets Communications UK Limited

Notes to the Financial Statements for the Year Ended 31 December 2017

Trade debtors

Short term debtors are measured at transaction value less any impairment. At each balance sheet date, debtors are assessed for objective evidence of impairment. If an asset is impaired, the impairment loss is measured as the difference between the carrying amount and the amount expected to be received.

Trade creditors

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

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Summary of significant judgements and key accounting estimates

No judgements or estimates made have had any significant effects on the amounts recognised in the financial statements at the year end.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 19 (2016 - 14).

4 Prior year adjustments

During the year ended 31 December 2016, the company purchased the trade, assets and liabilities of MTN International Inc, a company incorporated in the state of Delaware, United States. During the year ended 31 December 2017, the company incurred tax charges totalling £37,863 of which £11,661 related to the year ended 31 December 2016 and £26,202 to the year ended 31 December 2015. These changes arose as a result of trading in the UK branch of MTN International Inc, MTN Satellite Communications. The tax charges have been adjusted for prior periods accordingly.

Emerging Markets Communications UK Limited

Notes to the Financial Statements for the Year Ended 31 December 2017

5 Tangible assets

	Furniture, fittings and equipment £	Total £
Cost or valuation		
At 1 January 2017	7,355	7,355
Disposals	(2,000)	(2,000)
At 31 December 2017	5,355	5,355
Depreciation		
At 1 January 2017	1,051	1,051
Charge for the year	1,027	1,027
Eliminated on disposal	(548)	(548)
At 31 December 2017	1,530	1,530
Carrying amount		
At 31 December 2017	3,825	3,825
At 31 December 2016	6,304	6,304

6 Debtors

	2017 £	2016 £
Amounts owed by group undertakings	677,257	340,625
Prepayments	31,682	29,130
Other debtors	11,179	-
	720,118	369,755

Emerging Markets Communications UK Limited

Notes to the Financial Statements for the Year Ended 31 December 2017

7 Creditors

Creditors: amounts falling due within one year

(As restated)

	2017 £	2016 £
Due within one year		
Trade creditors	17,114	-
Amounts owed to group undertakings	573,920	228,311
Taxation and social security	-	23,212
Corporation tax	16,600	53,463
Accruals	14,600	16,808
Other creditors	3,702	3,458
	<u>625,936</u>	<u>325,252</u>

8 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary of £1 each	1	1	1	1
	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

9 Obligations under leases and hire purchase contracts

Operating leases

The total of future minimum lease payments is as follows:

	2017 £	2016 £
Not later than one year	8,976	46,673

The amount of non-cancellable operating lease payments recognised as an expense during the year was £46,673 (2016 - £27,503).

10 Financial commitments, guarantees and contingencies

Amounts disclosed in the balance sheet

The company maintains a defined contribution pension scheme. The total pension cost during the year was £19,196 (2016: £13,435). Included in the balance sheet are amounts outstanding in relation to pension costs at the year end of £3,702 (2016 - £3,458).

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Notes to the Financial Statements for the Year Ended 31 December 2017

11 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 transactions with wholly owned subsidiaries within the group.

12 Parent and ultimate parent undertaking

The company's immediate parent is Emerging Markets Communications LLC, incorporated in the USA.

The ultimate controlling parties are J Grossman and P Koenig.