

REGISTERED NUMBER: 07703538 (England and Wales)

**STRATEGIC REPORT,
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022
FOR
AFFIRMED NETWORKS UK LIMITED**



AFFIRMED NETWORKS UK LIMITED

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FOR THE YEAR ENDED 31 JANUARY 2022**

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AFFIRMED NETWORKS UK LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 JANUARY 2022**

DIRECTORS:

**K R Dolliver
B O Omdorff**

SECRETARY:

Reed Smith Corporate Services Limited

REGISTERED OFFICE:

**The Broadgate Tower Third Floor
20 Primrose Street
London
United Kingdom
EC2A 2RS**

REGISTERED NUMBER:

07703538 (England and Wales)

AUDITORS:

**Hayvenhursts Limited
Fairway House
Links Business Park
St Mellons
Cardiff
CF3 0LT**

AFFIRMED NETWORKS UK LIMITED

STRATEGIC REPORT
FOR THE YEAR ENDED 31 JANUARY 2022

The directors present their strategic report for the year ended 31 January 2022.

PRINCIPAL ACTIVITIES

Affirmed Networks UK Limited markets and deploys wireless network-based solutions for telecommunication service providers and operators.

REVIEW OF BUSINESS

Key performance indicators

The key financial and other performance indicators during the period, for the company, were as follows:

	2022	2021	Change
	£'000	£'000	%
Turnover	290	21,280	(99)
Operating profit	14	1,013	(99)
Profit after tax	14	822	(99)
Profit and loss reserves	2,850	2,836	1
Current assets as % of current liabilities (quick ratio)	3665%	1024%	258
Average number of employees	-	92	(100)

Operating profit and profit after tax are used to track the underlying performance of the business.

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risks and uncertainties the Company faces are broadly grouped as competitive, industry, and financial instrument risk.

COMPETITIVE RISKS

The market has competition with substitute products and larger companies.

INDUSTRY RISKS

The industry is one that continues to present rapid technological changes.

FINANCIAL INSTRUMENT RISKS

The company has established a risk and financial framework whose primary objectives are to protect the company from events that hinder the achievement of the company's performance objectives.

The objectives aim to ensure sufficient working capital exists and monitor the management of risk for the company.

FUTURE DEVELOPMENTS

The directors aim to maintain the management policies which have resulted in the company's substantial growth in recent years.

ON BEHALF OF THE BOARD:

.....
B O Omdorff - Director

Date: Oct. 27, 2022

AFFIRMED NETWORKS UK LIMITED

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 JANUARY 2022**

The directors present their report with the financial statements of the company for the year ended 31 January 2022.

DIVIDENDS

No dividends will be distributed for the year ended 31 January 2022.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 February 2021 to the date of this report.

K R Dolliver
B O Omdorff

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors 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 judgements and accounting estimates that are reasonable and prudent;
- 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 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that she ought to have taken in order to make herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

Hayvenhursts Limited have expressed their willingness to continue in office as auditor. Unless the member takes action (as set out in section 488 of the Companies Act 2006) to prevent the deemed reappointment of the auditors, Hayvenhursts Limited will be deemed to be reappointed for the financial year ending on 31 January 2023 at the end of the period for appointing auditors.

ON BEHALF OF THE BOARD:


.....
B O Omdorff - Director

Date: Oct. 27, 2022

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
AFFIRMED NETWORKS UK LIMITED**

Opinion

We have audited the financial statements of Affirmed Networks UK Limited (the 'company') for the year ended 31 January 2022 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 January 2022 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
AFFIRMED NETWORKS UK LIMITED**

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.


Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the company and determined that the most significant frameworks which are directly relevant to specific assertions in the financial statements are those that relate to the reporting framework including the Companies Act 2006 and the relevant tax compliance regulations in the UK.
- We understood how the company is complying with those frameworks by making enquiries of management and those responsible for legal and compliance procedures.
- We assessed the susceptibility of the company's financial statements to material misstatement, including how fraud might occur by meeting with management from various parts of the business to understand where it considered there was a susceptibility to fraud. We also considered performance targets and their propensity to influence efforts made by management to manage the results. We considered the controls that the company has established to address risks identified, or that otherwise prevent, deter and detect fraud; and how senior management monitors those programmes and controls. Where the risk was considered to be higher, we performed audit procedures to address each identified fraud risk. These procedures included testing manual journals and were designed to provide reasonable assurance that the financial statements were free from fraud and error.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations identified in the paragraphs above. Our procedures involved journal entry testing, with a focus on journals indicating large or unusual transactions based on our understanding of the business, enquiries of Company management and focused testing. In addition, we completed procedures to conclude on the compliance of the disclosures in the Annual Report and Accounts with the requirements of the relevant accounting standards and UK legislation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Gareth R Williams (Senior Statutory Auditor)
for and on behalf of Hayvenhursts Limited
Fairway House
Links Business Park
St Mellons
Cardiff
CF3 0LT

Date: 22 October 2022

AFFIRMED NETWORKS UK LIMITED

**INCOME STATEMENT
FOR THE YEAR ENDED 31 JANUARY 2022**

	Notes	2022 £	2021 £
TURNOVER		289,929	21,279,792
Administrative expenses		<u>(276,225)</u>	<u>(20,266,450)</u>
OPERATING PROFIT	4	13,704	1,013,342
Interest payable and similar expenses	5	<u>-</u>	<u>(22)</u>
PROFIT BEFORE TAXATION		13,704	1,013,320
Tax on profit	6	<u>779</u>	<u>(191,515)</u>
PROFIT FOR THE FINANCIAL YEAR		<u><u>14,483</u></u>	<u><u>821,805</u></u>

The notes form part of these financial statements

AFFIRMED NETWORKS UK LIMITED

**OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 JANUARY 2022**

	Notes	2022 £	2021 £
PROFIT FOR THE YEAR		14,483	821,805
OTHER COMPREHENSIVE INCOME			
Fixed asset investment revaluation		(3,424)	1,001
Income tax relating to other comprehensive income		-	-
		<u> </u>	<u> </u>
OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF INCOME TAX		<u>(3,424)</u>	<u>1,001</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u><u>11,059</u></u>	<u><u>822,806</u></u>

The notes form part of these financial statements

**BALANCE SHEET
31 JANUARY 2022**

	Notes	2022 £	2021 £
FIXED ASSETS			
Investments	7	25,280	28,704
CURRENT ASSETS			
Debtors	8	2,897,145	2,951,697
Cash at bank		7,334	159,591
		<u>2,904,479</u>	<u>3,111,288</u>
CREDITORS			
Amounts falling due within one year	9	(79,246)	(303,962)
NET CURRENT ASSETS			
		<u>2,825,233</u>	<u>2,807,326</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u><u>2,850,513</u></u>	<u><u>2,836,030</u></u>
CAPITAL AND RESERVES			
Called up share capital	10	100	100
Retained earnings	11	2,850,413	2,835,930
		<u>2,850,513</u>	<u>2,836,030</u>
SHAREHOLDERS' FUNDS			
		<u><u>2,850,513</u></u>	<u><u>2,836,030</u></u>

The financial statements were approved by the Board of Directors and authorised for issue on Oct. 27, 2022 and were signed on its behalf by:

.....
B O Omdoff - Director

AFFIRMED NETWORKS UK LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 JANUARY 2022**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 February 2020	100	2,014,125	2,014,225
Changes in equity			
Total comprehensive income	-	821,805	821,805
Balance at 31 January 2021	<u>100</u>	<u>2,835,930</u>	<u>2,836,030</u>
Changes in equity			
Total comprehensive income	-	14,483	14,483
Balance at 31 January 2022	<u>100</u>	<u>2,850,413</u>	<u>2,850,513</u>

The notes form part of these financial statements

AFFIRMED NETWORKS UK LIMITED

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JANUARY 2022**

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	(156,461)	251,369
Interest element of hire purchase or finance lease rental payments paid		-	(22)
Tax paid		779	(193,513)
Net cash from operating activities		<u>(155,682)</u>	<u>57,834</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		-	(88,039)
Sale of tangible fixed assets		-	64,006
Net cash from investing activities		<u>-</u>	<u>(24,033)</u>
Cash flows from financing activities			
Revaluation of investment		3,425	1,001
Net cash from financing activities		<u>3,425</u>	<u>1,001</u>
(Decrease)/increase in cash and cash equivalents			
Cash and cash equivalents at beginning of year	2	<u>159,591</u>	<u>124,789</u>
Cash and cash equivalents at end of year	2	<u><u>7,334</u></u>	<u><u>159,591</u></u>

The notes form part of these financial statements

AFFIRMED NETWORKS UK LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JANUARY 2022**

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2022	2021
	£	£
Profit before taxation	13,704	1,013,320
Depreciation charges	-	77,892
Finance costs	-	22
	<u>13,704</u>	<u>1,091,234</u>
Decrease in trade and other debtors	43,779	1,277,136
Decrease in trade and other creditors	(213,944)	(2,117,001)
	<u>(156,461)</u>	<u>251,369</u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 January 2022

	31/1/22	1/2/21
	£	£
Cash and cash equivalents	7,334	159,591
	<u>7,334</u>	<u>159,591</u>

Year ended 31 January 2021

	31/1/21	1/2/20
	£	£
Cash and cash equivalents	159,591	124,789
	<u>159,591</u>	<u>124,789</u>

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/2/21	Cash flow	At 31/1/22
	£	£	£
Net cash			
Cash at bank	159,591	(152,257)	7,334
	<u>159,591</u>	<u>(152,257)</u>	<u>7,334</u>
Total	<u>159,591</u>	<u>(152,257)</u>	<u>7,334</u>

The notes form part of these financial statements

AFFIRMED NETWORKS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2022

1. STATUTORY INFORMATION

Affirmed Networks UK Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

The directors have prepared the accounts on a going concern basis, which assumes that the company will achieve sufficient financial resources, in order to meet its short and medium term liability requirements. The company relies on the support of its parent company, Affirmed Networks, Inc. who have confirmed that they will continue to provide this for the foreseeable future.

Turnover

The company is contracted by its ultimate parent, Affirmed Networks, Inc, to provide marketing services within specific contractual regions. The company is remunerated by its parent for these services.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment - Straight line over 2 years

Fixtures and Fittings - Straight line over 3 years

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

Foreign currencies

Transactions in foreign currencies are recorded using the rate of exchange at the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the balance sheet date. All difference are taken to the Profit and loss Accounts.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

AFFIRMED NETWORKS UK LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JANUARY 2022**

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The amount charged to the profit and loss account in respect of pension costs is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was Nil (2021 - 92).

	2022	2021
	£	£
Directors' remuneration	-	-
	<u> </u>	<u> </u>

4. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2022	2021
	£	£
Hire of plant and machinery	-	(14,391)
Depreciation - owned assets	-	77,892
Auditors' remuneration	3,795	7,150
Foreign exchange differences	3,224	183,072
	<u> </u>	<u> </u>

5. INTEREST PAYABLE AND SIMILAR EXPENSES

	2022	2021
	£	£
Leasing	-	22
	<u> </u>	<u> </u>

6. TAXATION

Analysis of the tax (credit)/charge

The tax (credit)/charge on the profit for the year was as follows:

	2022	2021
	£	£
Current tax:		
UK corporation tax	3,005	69,038
Prior year income taxes	135,162	(43,673)
	<u> </u>	<u> </u>
Total current tax	138,167	25,365
Deferred tax:		
Deferred tax	-	166,150
Deferred Tax prior year	(138,946)	-
	<u> </u>	<u> </u>
Total deferred tax	(138,946)	166,150
Tax on profit	(779)	191,515
	<u> </u>	<u> </u>

Tax effects relating to effects of other comprehensive income

	Gross	2022	Net
	£	Tax	£
		£	
Fixed asset investment revaluation	(3,424)	-	(3,424)
	<u> </u>	<u> </u>	<u> </u>

AFFIRMED NETWORKS UK LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JANUARY 2022**

6. TAXATION - continued

	Gross £	2021 Tax £	Net £
Fixed asset investment revaluation	<u>1,001</u>	<u>-</u>	<u>1,001</u>

7. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST OR VALUATION	
At 1 February 2021	28,704
Revaluations	(3,424)
At 31 January 2022	<u>25,280</u>
NET BOOK VALUE	
At 31 January 2022	<u>25,280</u>
At 31 January 2021	<u>28,704</u>

Cost or valuation at 31 January 2022 is represented by:

	Shares in group undertakings £
Valuation in 2015	244
Valuation in 2016	1,179
Valuation in 2017	726
Valuation in 2018	(736)
Valuation in 2019	(799)
Valuation in 2020	999
Valuation in 2022	(3,424)
Cost	<u>27,091</u>
	<u>25,280</u>

If fixed asset investments had not been revalued they would have been included at the following historical cost:

	2022 £	2021 £
Cost	<u>28,704</u>	<u>27,705</u>

Fixed asset investments were valued on an open market value basis on 31 January 2022 by the directors.

The company's investments at the Balance Sheet date in the share capital of companies include the following:

Affirmed Networks France EN

Registered office:

Nature of business: Sales and marketing services

Class of shares:	%
Ordinary	100.00

AFFIRMED NETWORKS UK LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JANUARY 2022**

7. FIXED ASSET INVESTMENTS - continued

Affirmed Networks Czech Republic sro

Registered office:

Nature of business: Sales and marketing services

Class of shares:	%
Ordinary	holding 99.00

Affirmed Networks Spain, S.L.

Registered office:

Nature of business: Sales, marketing and support services

Class of shares:	%
Ordinary	holding 100.00

Affirmed Networks Canada Limited

Registered office:

Nature of business: Sales, marketing and support services

Class of shares:	%
Class A Common	holding 100.00

Affirmed Networks Jamaica Limited

Registered office:

Nature of business: Sales, marketing and support services

Class of shares:	%
Class A Common	holding 100.00

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Amounts owed by group undertakings	2,737,090	2,779,811
Other debtors	11,541	48,385
Tax	148,514	61,191
VAT	-	18,887
Prepayments	-	43,423
	<u>2,897,145</u>	<u>2,951,697</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	2,591	50,020
Amounts owed to group undertakings	68,340	166,435
Accrued expenses	8,315	87,507
	<u>79,246</u>	<u>303,962</u>

10. CALLED UP SHARE CAPITAL

Alotted, issued and fully paid:

Number:	Class:	Nominal value:	2022	2021
			£	£
100	Ordinary	£ 1	<u>100</u>	<u>100</u>

AFFIRMED NETWORKS UK LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JANUARY 2022**

11. RESERVES

	Retained earnings £
At 1 February 2021	2,835,930
Profit for the year	14,483
	<hr/>
At 31 January 2022	<u>2,850,413</u>

12. CONTINGENT LIABILITIES

In the opinion of the directors, there were no capital or financial liabilities as at 31 January 2022 (2021: Nil).

13. RELATED PARTY DISCLOSURES

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.

14. SHARE-BASED PAYMENT TRANSACTIONS

Employees of the company are entitled to participate in the share incentive scheme of the parent company Affirmed Networks, Inc. Details of the scheme are as follows:

Exercise price(\$) stock options	Balance b/f	Granted during the year	Exercised	Cancelled Forfeited/ during the year	Balance as at 31/01/2022
Balance b/f	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

At 1/31/2021 no individuals were subscribed to the program. The plan terminated at the time of the Microsoft acquisition. The vested options were cancelled and a right to payment was made in FY2021. In FY 2021 the unvested options were converted into a Microsoft plan.

No new share options were granted during period ended 31/01/22.

15. ULTIMATE PARENT COMPANY

The company is a subsidiary undertaking of Affirmed Networks, Inc. incorporated in the USA. The largest and smallest group in which the results of the company are consolidated is that headed by Affirmed Networks, Inc., a company incorporated in the USA with its principal place of business at 35 Nagog Park, Acton, Massachusetts 01720, United States of America. No other group accounts include the results of the company.

The company's ultimate parent company Affirmed Networks, Inc. was acquired by Microsoft Corporation, on 22nd April 2020.