

Company Registration No. 06480936 (England and Wales)

XICATO EUROPE LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 DECEMBER 2020
PAGES FOR FILING WITH REGISTRAR

XICATO EUROPE LIMITED

COMPANY INFORMATION

Director	Amir Zoufonoun
Company number	06480936
Registered office	12 New Fetter Lane London EC4A 1JP United Kingdom
Accountants	HW Fisher LLP Acre House 11-15 William Road London NW1 3ER United Kingdom

XICATO EUROPE LIMITED

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XICATO EUROPE LIMITED**BALANCE SHEET****AS AT 30 DECEMBER 2020**

	Notes	2020		2019	
		\$	\$	\$	\$
Current assets					
Debtors	3	480,073		444,504	
Creditors: amounts falling due within one year	4	<u>(8,464)</u>		<u>(11,674)</u>	
Net current assets			471,609		432,830
Capital and reserves					
Called up share capital			1,312		1,312
Profit and loss reserves			<u>470,297</u>		<u>431,518</u>
Total equity			<u>471,609</u>		<u>432,830</u>

The director of the company has elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 30 December 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the board of directors and authorised for issue on 20 December 2021 and are signed on its behalf by:

Amir Zoufonoun
Director

Company Registration No. 06480936

XICATO EUROPE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 DECEMBER 2020

1 Accounting policies

Company information

Xicato Europe Limited is a private company limited by shares, domiciled and incorporated in England and Wales. The registered office is 12 New Fetter Lane, London, United Kingdom, EC4A 1JP.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in United States dollars, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest \$.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

The director has considered the effect of the Covid-19 outbreak. Due to government restrictions and the closure of the business during the lockdown periods, the outbreak has caused a significant disruption to the company's business to date and the director considers that a prolonged outbreak is likely to cause further disruption. However, with the support from government's subsidies and the ultimate controlling party, the director considers there is no material uncertainty that may cast doubt on the company's ability to continue as a going concern. Accordingly, the director has a reasonable expectation that the company has adequate resources to continue in operation for the foreseeable future. Thus the director continues to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Turnover

Revenue is measured at the fair value of the consideration received or receivable and represents amounts receivable for services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

Turnover consists of costs recharges to the parent company, therefore 100% of turnover is attributable to markets outside the UK (2019: 100%).

1.4 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally 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.

Basic financial assets

Basic financial assets, which include debtors and are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

XICATO EUROPE LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 30 DECEMBER 2020****1 Accounting policies (Continued)*****Impairment of financial assets***

Financial assets are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. The impairment loss is recognised in profit or loss.

1.5 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

1.6 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

1.7 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

2 Employees

The average monthly number of persons (excluding directors) employed by the company during the year was:

	2020	2019
	Number	Number
Total	7	7
	<u> </u>	<u> </u>

3 Debtors

	2020	2019
	\$	\$
Amounts falling due within one year:		
Amounts owed by group undertakings	480,073	444,504
	<u> </u>	<u> </u>

XICATO EUROPE LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 30 DECEMBER 2020**

4 Creditors: amounts falling due within one year

	2020	2019
	\$	\$
Corporation tax	8,464	11,674
	<u>8,464</u>	<u>11,674</u>

5 Parent company

The immediate and ultimate parent company, and the largest and smallest group in which Xicato Europe Limited is consolidated, is Xicato Inc, a company incorporated in the United States of America. The parent company's address for enquiries is 101 Daggett Drive, San Jose, CA 95134, USA.

