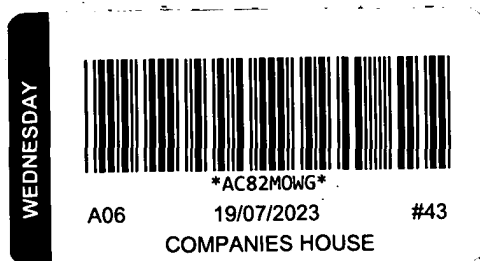


Registered number: 01349036

COMTEC CABLE ACCESSORIES LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022



COMTEC CABLE ACCESSORIES LIMITED

COMPANY INFORMATION

Directors	J T Archer D Conway S P Doddington E Eiloart P Hancox R Tamburrini C Varasteh
Company secretary	R Tamburrini
Registered number	01349036
Registered office	2 Cardinal Distribution Park Godmanchester Cambridgeshire PE29 2XJ
Independent auditors	Constantin Chartered Accountants and Statutory Auditor 25 Hosier Lane London EC1A 9LQ

COMTEC CABLE ACCESSORIES LIMITED

CONTENTS

	Page
Strategic Report	1 - 5
Directors' Report	6 - 9
Independent Auditors' Report	10 - 12
Statement of Comprehensive Income	13
Statement of Financial Position	14 - 15
Statement of Changes in Equity	16
Notes to the Financial Statements	17 - 37

COMTEC CABLE ACCESSORIES LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

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

Principal Activity

The Company's principal activity is the supply of IP infrastructure material and equipment to the Data and Telecoms markets via its branches in Huntingdon and Glasgow.

Business review

Introduction

We are focused on two key channels, firstly a standard Distribution Model meeting the day to day needs of installers and secondly, a Managed Services proposition where we handle a customer's complete supply chain requirements, including specifying, sourcing, and provisioning.

This approach to our operations has continued in this way, whilst also working toward aligning ourselves with the larger group of which Comtec became part, following ETC Group's acquisition of Comtec in July 2020. We operate predominantly in the UK.

We have invested in additional expertise in the FTTX market where the combined resources of ETC and Comtec look to achieve significant growth. The FTTX focus aside, the directors are not aware, at the date of the report, of any likely changes in the Group's general activities in the forthcoming year.

Result and performance

As shown in the statement of comprehensive income on page 12, the turnover for the year ended 31 December 2022 is £100 million compared to £73.9 million in the prior year. The Company saw sales increase by 35.4% overall, most of the growth coming from the Telecom sector. To a lesser extent, Enterprise sales also grew in 2022 and we expect significant growth to continue in both sectors, but more significantly in Telecom.

Our Managed Service business continues to make great strides in meeting the demands of Altnets (Alternative Network Providers) in building Fibre networks nationwide. We continually review our resources ensuring we are structured accordingly to capitalise on opportunities and the significant investment in the FTTX market.

While our Distribution business continues to face strong competition, we continue to invest in the space to ensure we are positioned at the top tier of the market. We continue to evaluate other major brands with the view of adding to our already extensive offering with a target of establishing us as the 'go-to' option for customers.

Operating Profit of £5.8 million for the year ended 31 December 2022 compares with £4.7 million in the prior year. It is a solid result reflecting the great efforts made by management and staff in achieving great results in a developing market. Administrative expenses are higher at £13.5 million for the year ended 31 December 2022, a 3.1% increase as a percentage of sales in the year.

The business has seen regular growth in sales year on year. This reflects our consistent focus on maintaining a proposition which reflects the needs of our customers, and our dynamic approach in optimising resources where we see new opportunities or changes in the market.

Business environment

It is our view that UK markets have much lower concerns regarding Covid and Brexit. While both issues rate less highly in media attention and Government advice, the business has not been materially impacted by either event and continues to benefit from new opportunities and its strong long-term funnel of business.

More recently, the impact on businesses and individuals as a consequence of the Russia-Ukraine war has become an issue for many in terms of higher energy costs and increased pricing of other consumables. Apart from these indirect elements which affect many to some degree, Comtec has not suffered any direct impact.

COMTEC CABLE ACCESSORIES LIMITED

STRATEGIC REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Business model

Operational

Our strategy is to build on existing work streams and focus on improving efficiencies and motivation of the Comtec team. We are conscious of ensuring we maintain adequate resources for today's business as well as future years.

Our ambitious plans to grow the business significantly in the near term are already underway. We have secured a new site providing significantly larger warehouse space as well as office accommodation with room for expansion. This will ensure we are well placed to deliver exceptional service to our customers in all sectors of the market in the coming years.

The operations teams are grouped into core functions including Customer Service, Materials Planning, Procurement, Logistics and Technical Services, each headed by a manager whose role is to ensure the efficient and effective delivery of their service.

Commercial

As mentioned in the opening comments, we are focused into commercial units by both market sector and service proposition. The market sectors being Enterprise and Telecom and service proposition being Distribution and Managed Services. The former largely services the Enterprise Network and the latter Telecom. We continue to see growth in the Data Centre market with increasing demand for full supply chain management of these mission critical projects.

The distribution model is focused on the day-to-day provision of a range of key brands to Voice and Data Installers while the Managed Services model provides larger clients with a full outsourcing service, allowing us to run the provisioning and forecast planning of some or all of their supply requirements.

The Company has maintained its position in the upper tier of the market in the UK and has seen considerable success in taking this proposition to other geographical markets.

Key Performance Indicators

Financial KPIs are reported to the management team monthly together with analysis of variances to budget. Other KPIs, such as customer service levels are also monitored and reported to the management team regularly through the year.

Financial KPI's for the Company are turnover of £100 million this year vs £73.9 million in the prior year and gross profit margin of 19.4% this year compared to 16.8% in the prior year.

Financial Risk Management Objectives and Policies

Introduction

The process of risk acceptance and risk management is addressed through a framework of policies, procedures and internal controls.

The Company's activities expose it to a number of financial risks. These individual risks are assessed in relation to their impact as a whole on the operation. These are as follows:

Cash Flow (Liquidity Risk)

The working capital ratio is reviewed monthly together with cash flow and cash generation in order that the cash requirements (existing and future) of the business can be fully met from existing financial facilities.

The business provides detailed monthly management accounts to parties with a vested interest in the business including Lloyds Bank PLC. We also operate a central treasury function to control funds across the Group.

COMTEC CABLE ACCESSORIES LIMITED

STRATEGIC REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Credit Risk

The Company's principal financial assets are bank balances and trade debtors.

The Company's credit risk is primarily attributable to its trade debtors. The amounts presented in the balance sheet are net of provision for doubtful debts. A provision is made where there is evidence of the possibility of not being able to recover the debt.

The credit risk on liquid funds is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The Company is aware of all significant concentrations of credit risk and manages counterparties and customers accordingly.

Liquidity Risk

To maintain liquidity and to ensure that sufficient funds are available for ongoing operations and future developments, the group operates a centralised treasury function and confidential invoice discounting (CID) facility that allows the Company to receive advances of funds against outstanding sales invoices.

Price Risk

The Company has some exposure to price risk relating to fixed price contracts with major clients. This, however, is largely mitigated by a mixture of back-to-back arrangements with suppliers or medium-term reviews with clients.

Currency and Commodity Risk

The Company's exposure to currency and commodity risk includes the revaluation of overseas operations at the relevant exchange rate and changes in trade payables and receivables because of exchange rate movements. Daily exchange rate movements are monitored, and any losses or gains are reported in the company's internal management information. Consideration is given to utilizing financial instruments such as hedging and forward purchase contracts. No such instruments are currently in place and none were in place during 2022.

Future Prospects

The Directors believe that the UK communication industry will continue to grow strongly through 2023 due to the continued demand for mobile and broadband services. The Company's export markets will also benefit from further growth as a result of our continued investment in our international presence.

The Directors also continue to review and consider organisational changes to ensure we drive engagement and motivate every member of our team.

We believe the business is well positioned with long term commitments from most of our key partners. However, we remain conscious of the challenges of an evolving marketplace.

COMTEC CABLE ACCESSORIES LIMITED

STRATEGIC REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Directors' statement of compliance with duty to promote the success of the Company

Comtec's senior management are committed to promoting the success of the company in accordance with section 172 of the 2006 Companies Act. The Board ensures that all decisions are taken for the long term and both collectively and individually aims to always uphold the highest standard of conduct. The Board recognises that the business has the best chance to grow and prosper over the long-term if it understands the needs of its customers, suppliers, employees and other stakeholders.

The Company manages its relationships with its stakeholders through regular communication. The Company's engagement with customers includes close relationships with key account managers, corporate hospitality as well as engagement through social media and the Company's website.

The Company is aware of its environmental responsibilities and specifically, it has worked on removing excess packaging and single use plastics from its operations. In terms of its wider corporate social responsibility (CSR) values, the Company also seeks to support the charity endeavours of its employees and stakeholders. Comtec has sponsored its business partners in supporting local charity events to raise monies and regularly engages with staff in supporting other national charitable fund raising by supporting events at Comtec's offices.

At the heart of the culture of the Company, it is the desirability to maintain a reputation of high standards of business conduct at all times and the need to act fairly toward all its employees.

The Directors fulfil their duties in part through delegation of certain day-to-day decisions to its employees. The Board understands the need for a clear governance structure and systems of control to ensure its values are upheld in dealing with stakeholders.

Environmental Impact

The company is committed to managing its environmental impact and is fully aware that considering the environment in our decision making can have a beneficial impact on the company's performance.

We continue to reduce our carbon footprint with well-established initiatives around waste management, specifically the removal of plastics and secondary and tertiary packaging. Throughout the company's business premises we are focused on recycling of paper, cardboard, aluminium cans and plastics. With energy efficiency in mind, we also have lighting controls installed in the common areas of the premises to reduce the amount of energy used.

The Company policy on vehicle selection for its small fleet of leased vehicles includes a cap on permissible Co2 emissions, thereby reducing our use of fossil fuel vehicles. Currently, 43% of our leased vehicles are fully electric and 48% hybrid. The remaining 9% relate to commercial diesel vehicles, selected for operational needs.

Impact of COVID-19

Following the extensive roll-out of vaccination in the UK, the Company has adapted its measures accordingly and in-line with Government guidelines. We continue to deliver our customers' needs, support our employees and keep health and safety at the forefront of our plans.

With potential for a continued changing landscape whether in relation to Covid-19 or other factors which may affect operations, we continue to monitor changes in rules or guidelines and adapt our business practices accordingly. We are mindful of the potential difficulties placed on our staff from time to time and recognise it is their dedication and continued efforts which put the Company on a strong and well positioned footing to take advantage of new opportunities and continue to deliver long-term sustainable growth.

COMTEC CABLE ACCESSORIES LIMITED

**STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022**

Post Balance Sheet Event

There were no post balance sheet events that occurred until the date of issuance of the financial statements that would require adjustment to or disclosure in the financial statements as of the year ended 31 December 2022.

This report was approved by the board on 17 July 2023

and signed on its behalf.



.....
R Tamburrini
Director

COMTEC CABLE ACCESSORIES LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022**

The directors present their report and the financial statements for the year ended 31 December 2022.

The Company has chosen to include the disclosure of likely future developments of the Company's business in the Strategic Report. The information about engagement with employees, suppliers, customers, and others has been included in the Strategic Report, which is also incorporated into this report by cross reference.

Results and dividends

The profit for the year, after taxation, amounted to £4,490 thousand (2021 - £3,677 thousand).

A dividend of £500k was paid during the year 2022.

No dividend was paid for the year ended 31 December 2021.

Directors

The directors who served during the year were:

J T Archer
D Conway
S P Doddington
E Eiloart
P Hancox
R Tamburrini

Other changes to directors during the year:

C Varasteh (appointed on 13 December 2022)
J S Buck (resigned on 30 September 2022)

COMTEC CABLE ACCESSORIES LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Going Concern

The Company's business activities and future developments are included within the Business review on page 1. Included within the Strategic Report on pages 1 to 5 are a description of the Company's financial position and its approach to price, credit, liquidity and currency risk.

Confidential discounting facility:

The Company is funded on a day-to-day basis through a confidential invoice discounting facility which has no fixed renewal date but is subject to termination with six months' notice by either party.

Exchange rates movements:

The current economic conditions create uncertainty over the level of sales and the cost of certain products due to the fluctuations in the exchange rate between sterling, US dollar and the Euro. As mentioned in the Strategic Report management monitor these fluctuations.

Dilapidations:

Dilapidations provision is built up over the term of the original lease period. With regard to the Company's main premises located in Huntingdon, dilapidation obligations are fully provided and for the Company's Glasgow premises 48% is provided for as at 31 December 2022.

Other factors:

There is always some uncertainty when preparing business forecasts, and the Directors recognise that events such as the COVID-19 pandemic, potentially increases the level of uncertainty when preparing cashflow and trading forecasts. However, given the current trading results of the business, the success of the business in adapting its operations to align itself with new guidelines, the Directors do not believe that uncertainty to be material or cast significant doubt over the Company's ability to continue to trade or meet its liabilities as they fall due. Accordingly, the Directors have continued to adopt the going concern basis of accounting in preparing the annual financial statements.

Future developments

The directors do not foresee any significant developments in the business over the coming year.

Directors Indemnities

No qualifying third-party indemnity provisions for the benefit of the directors were made during the year.

COMTEC CABLE ACCESSORIES LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Directors' responsibilities statement

The directors are responsible for preparing the Strategic Report, the Directors' 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

Greenhouse gas emissions, energy consumption and energy efficiency action

A subsidiary company is exempt if it is included within the group report of a parent Company for a financial year that ends at the same time as, or before the end of, the subsidiary's financial year and the parent Company gives disclosures that comply with the regulations. Comtec Group (International) Limited report on carbon emissions in its publicly available consolidated financial statements, which include Comtec cable accessories Limited and its operations. Refer to note 29 for further details.

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

COMTEC CABLE ACCESSORIES LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022**

Auditors

The auditors, Constantin, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board on 17 July 2023 and signed on its behalf.



R Tamburrini
Director

COMTEC CABLE ACCESSORIES LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF COMTEC CABLE ACCESSORIES LIMITED

Opinion

In our opinion the financial statements of Comtec Cable Accessories Limited (the company):

- Give a true and fair view of the state of the company's affairs as of 31 December 2022 and of its profit for the year then ended;
- Have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- Have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements which comprise:

- The statement of comprehensive income;
- The statement of financial position;
- The statement of change in equity; and
- The related notes 1 to 30.

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).

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 auditor's 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 Financial Reporting Council's (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 other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. 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.

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 course of 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.

COMTEC CABLE ACCESSORIES LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF COMTEC CABLE ACCESSORIES LIMITED

We have nothing to report in this regard.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, 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 is 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.

Auditor's 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 an auditor's report 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.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

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 considered the nature of the company's industry and its control environment and reviewed the company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management about their own identification and assessment of the risks of irregularities.

We obtained an understanding of the legal and regulatory frameworks that the company operates in, and identified the key laws and regulations that:

- Had a direct effect on the determination of material amounts and disclosures in the financial statements. These included UK Companies Act, pensions legislation and tax legislation; and
- Do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

We discussed among the audit engagement team regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

- Reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;

COMTEC CABLE ACCESSORIES LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF COMTEC CABLE ACCESSORIES LIMITED

- Enquiring of management and external legal counsel concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- Reading minutes of meetings of those charged with governance.

Report on other legal and regulatory requirements

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 directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

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 any material misstatements in the strategic report or the directors' report.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters 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.

We have nothing to report in respect of these matters.

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 an auditor's report 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.



Mark Bathgate (Senior statutory auditor)

for and on behalf of
Constantin

Chartered Accountants and Statutory Auditor
25 Hosier Lane
London
EC1A 9LQ
Date: 17 July 2023

COMTEC CABLE ACCESSORIES LIMITED

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	2022 £000	2021 £000
Turnover	4	100,045	73,885
Cost of sales		(80,711)	(61,477)
Gross profit		19,334	12,408
Administrative expenses		(13,505)	(7,678)
Other operating income	5	-	1
Operating profit	6	5,829	4,731
Interest receivable and similar income	10	-	1
Interest payable and similar expenses	11	(266)	(142)
Profit before tax		5,563	4,590
Tax on profit	12	(1,073)	(913)
Profit for the financial year		4,490	3,677

There was no other comprehensive income for 2022 (2021:£NIL).

The notes on pages 17 to 37 form part of these financial statements.

COMTEC CABLE ACCESSORIES LIMITED
REGISTERED NUMBER: 01349036

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022

	Note	2022 £000	2021 £000
Fixed assets			
Intangible fixed assets	14	691	324
Tangible fixed assets	15	612	636
Fixed asset investments	16	20	20
		1,323	980
Current assets			
Stocks	17	26,042	18,871
Debtors due within 1 year	18	18,906	12,861
Cash at bank and in hand	19	541	370
		45,489	32,102
Debtors due after more than 1 year	18	12	12
Creditors: amounts falling due within one year	20	(31,877)	(21,737)
		13,624	10,377
Net current assets			
		14,947	11,357
Total assets less current liabilities			
Creditors: amounts falling due after more than one year	21	(14)	(31)
Provisions for liabilities			
Provisions for liabilities	23	(281)	(664)
		(281)	(664)
Net assets			
		14,652	10,662
Capital and reserves			
Called up share capital	25	2,000	2,000
Share premium account		10	10
Profit and loss account		12,642	8,652
		14,652	10,662

COMTEC CABLE ACCESSORIES LIMITED
REGISTERED NUMBER: 01349036

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 DECEMBER 2022

The financial statements were approved and authorised for issue by the board and were signed on its behalf on



.....
R Tamburrini
Director

The notes on pages 17 to 37 form part of these financial statements.

COMTEC CABLE ACCESSORIES LIMITED

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

	Called up share capital £000	Share premium account £000	Profit and loss account £000	Total equity £000
At 1 January 2021	2,000	10	4,975	6,985
Comprehensive income for the year				
Profit for the year	-	-	3,677	3,677
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year	-	-	3,677	3,677
Total transactions with owners	-	-	-	-
At 1 January 2022	2,000	10	8,652	10,662
Comprehensive income for the year				
Profit for the year	-	-	4,490	4,490
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year	-	-	4,490	4,490
Contributions by and distributions to owners				
Dividends: Equity capital	-	-	(500)	(500)
Total transactions with owners	-	-	(500)	(500)
At 31 December 2022	2,000	10	12,642	14,652

The notes on pages 17 to 37 form part of these financial statements.

COMTEC CABLE ACCESSORIES LIMITED

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

1. General information

Comtec Cable Accessories Limited is a private company limited by shares & incorporated in England and Wales. Its registered head office is located at 2 Cardinal Distribution Park, Godmanchester, Huntingdon, Cambridgeshire, PE29 2XJ.

The company's principal activity continued to be the supply of Data and Telecoms installation equipment and materials via its branches in Huntingdon, Sunbury and Glasgow.

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 Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Financial Reporting Standard 102 - reduced disclosure exemptions

The Company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of Comtec Group (International) Limited as at 31 December 2022 and these financial statements may be obtained from Companies House.

COMTEC CABLE ACCESSORIES LIMITED

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

2. Accounting policies (continued)

2.3 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is 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 profit or loss 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 Statement of Comprehensive Income within 'finance income or costs'. All other foreign exchange gains and losses are presented in profit or loss within 'other operating income'.

2.4 Going concern

The Company's business activities and future developments are included within the Business review on page 1. Included within the Strategic Report on pages 1 to 6 are a description of the Group's financial position and its approach to price, credit, liquidity and currency risk.

The financial statements have been prepared using the going concern basis of accounting as no material uncertainties related to events or conditions that may cast significant doubt about the ability of the Company to continue as a going concern have been identified by the directors and a letter of support has been provided by the group.

2.5 Confidential Discounting Facility

The Company is funded on a day to day basis through a confidential discounting facility which has no fixed renewal date but is subject to termination with six months' notice by either party. The current economic conditions create uncertainty over the level of sales and the cost of certain products due to the fluctuations in the exchange rate between sterling, US dollar and the Euro. As mentioned in the Strategic Report management monitor these fluctuations.

2.6 Dilapidations

Dilapidations provision is built up over the term of the original lease period. With regard to the Company's main premises located in Huntingdon, dilapidation obligations are fully provided and for the Company's Glasgow premises 48% is provided for as at 31 December 2022.

COMTEC CABLE ACCESSORIES LIMITED

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

2. Accounting policies (continued)

2.7 Significant judgements and estimates

In applying the company's accounting policies, the directors are required to make judgements, estimates and assumptions in determining the carrying amounts of assets and liabilities. The directors' judgements, estimates and assumptions are based on the best and most reliable evidence available at the time when the decisions are made and are based on historical experience and other factors that are considered to be applicable. Due to the inherent subjectivity involved in making such judgements, the actual results and outcomes may differ.

The estimates and underlying assumptions are reviewed on an ongoing basis.

Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision effects on that period, or in the period of the revision and future periods if the revision affects both current and future period.

The items in the financial statements where these judgements and estimates have been made include:

- Stock provision Management performed a detailed review of the stock listing on a line by line basis and included a stock provision totaling £669k as at 31 December 2022 (£507k as at 31 December 2021) for slow moving and obsolete stock based on their knowledge of the stock lines.

- Aged debts Management have included an aged debt provision within the financial statements as at 31 December 2022 after reviewing each trade debtor outstanding at the year end and identifying those where known issues exist. The provision totaled £311k as at 31 December 2022 (£204k as at 31 December 2021).

2.8 Operating leases

Rentals paid under operating leases are charged to the Statement of Comprehensive Income on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

COMTEC CABLE ACCESSORIES LIMITED

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

2. Accounting policies (continued)

2.9 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:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.10 Finance leases

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to profit or loss so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

2.11 Government grants

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of Comprehensive Income in the same period as the related expenditure.

COMTEC CABLE ACCESSORIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

2. Accounting policies (continued)

2.12 Interest income

Interest income is recognised in profit or loss using the effective interest method.

2.13 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.14 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 profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the company in independently administered funds.

2.15 Taxation

Tax is recognised in profit or loss 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 reporting date in the countries where the Company operates and generates income.

2.16 Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined which is the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

The estimated useful lives range as follows:

Goodwill	-	10 years
Software	-	3 to 5 years

COMTEC CABLE ACCESSORIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

2. Accounting policies (continued)

2.17 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Long-term leasehold property	-	10%
Plant and machinery	-	10% to 20%
Motor vehicles	-	33%
Office equipment	-	20% to 33%

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.18 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

Investments in unlisted Company shares, whose market value can be reliably determined, are remeasured to market value at each reporting date. Gains and losses on remeasurement are recognised in the Statement of Comprehensive Income for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

Investments in listed company shares are remeasured to market value at each reporting date. Gains and losses on remeasurement are recognised in profit or loss for the period.

2.19 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a weighted average basis. Work in progress and finished goods include labour and attributable overheads.

At each reporting date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

2.20 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.

COMTEC CABLE ACCESSORIES LIMITED

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

2. Accounting policies (continued)

2.21 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.

2.22 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.

2.23 Holiday pay accrual

A liability is recognised to the extent of any unused holiday pay entitlement which is accrued at the reporting date and carried forward to future periods. This is measured at the undiscounted salary cost of the future holiday entitlement so accrued at the reporting date.

2.24 Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to profit or loss in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the reporting date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of Financial Position.

2.25 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

COMTEC CABLE ACCESSORIES LIMITED

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

3. Judgments in applying accounting policies and key sources of estimation uncertainty

The following are the critical judgements, apart from those involving estimations (which are dealt with separately below), that the directors have made in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognised in the financial statements.

Revenue recognition

In making the revenue recognition judgement, management considered the detailed criteria for the recognition of revenue from the sale of goods set out in FRS 102 section 13 Revenue and, in particular, whether the Company had transferred to the buyer the significant risks and rewards of ownership of the goods. Following the detailed quantification of the Company's liability in respect of rectification work, and the agreed limitation on the customer's ability to require further work or to require replacement of the goods, the directors are satisfied that the significant risks and rewards have been transferred and that recognition of the revenue in the current year is appropriate, in conjunction with recognition of an appropriate provision for the rectification costs.

Impairment of intangible assets

Intangible assets are revalued on a periodic basis and tested annually for indicators of impairment. Judgements are required to make an assessment as to whether there is an indication of impairment. The impairment tests include examination of capital expenditure incurred in the financial year to ascertain whether it has resulted in an increase in value or an impairment of an asset. If the actual results differ from the assumptions, the value of intangible assets will be over or understated. This would be adjusted when the assets were next revalued.

Useful economic lives of property, plant and equipment

The annual depreciation charge for property, plant and equipment is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

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 profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the company in independently administered funds.

Providing for doubtful debts

The financial Statements contains estimated figures that are based on assumptions made by the Company about the future or that are otherwise uncertain. These include useful lives, valuations and bad debt provisions. Estimates are made considering historical experience, current trends and other relevant factors. However, because balances cannot be determined with certainty actual results could be different from the assumptions and estimates.

COMTEC CABLE ACCESSORIES LIMITED

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

4. Turnover

An analysis of turnover by class of business is as follows:

	2022 £000	2021 £000
Sale of goods	99,930	73,688
Managed services	115	197
	<u>100,045</u>	<u>73,885</u>

An analysis of turnover by geographical market is given below:

	2022 £000	2021 £000
United Kingdom	99,607	73,132
Middle East	11	320
Far East	2	50
Rest of the world	425	383
	<u>100,045</u>	<u>73,885</u>

5. Other operating income

	2022 £000	2021 £000
Other operating income	-	1
	<u>-</u>	<u>1</u>

COMTEC CABLE ACCESSORIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

6. Operating profit

The operating profit is stated after charging:

	2022	<i>2021</i>
	£000	<i>£000</i>
Depreciation of owned tangible fixed assets	214	200
Depreciation on finance leased assets	14	33
Amortisation of intangible assets, including goodwill	51	64
Exchange differences	518	75
Profit on disposal of fixed assets	-	-
Operating lease rentals - land and buildings	620	406
Operating lease rentals - other	163	152
	<u> </u>	<u> </u>

7. Auditors' remuneration

During the year, the Company obtained the following services from the Company's auditors and their associates:

	2022	<i>2021</i>
	£000	<i>£000</i>
Fees payable to the Company's auditors and their associates for the audit of the Company's financial statements	108	104
Fees payable to the Company's auditors and their associates in respect of: Taxation compliance services	16	11
	<u> </u>	<u> </u>

8. Employees

Staff costs, including directors' remuneration were as follows:

	2022	<i>2021</i>
	£000	<i>£000</i>
Wages and salaries	8,296	4,243
Social Security Costs	1,042	479
Costs of defined contribution schemes (pensions)	102	83
	<u> </u>	<u> </u>
	<u>9,440</u>	<u>4,805</u>

Average monthly number of employees including the directors during the year was as follows:

COMTEC CABLE ACCESSORIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

	2022	2021
	No.	No.
Management	7	6
Sales	46	24
Warehousing and shipping	45	57
Administration	32	30
	<u>130</u>	<u>117</u>

9. Directors' Emoluments

	2022	2021
	£000	£000
Directors' emoluments	3,504	-
Company contributions to defined contribution pension schemes	16	14
	<u>3,520</u>	<u>14</u>

During the year, retirement benefits were accruing to 5 directors (2021 - 5) in respect of defined contribution pension schemes and no director (2021: no director) in respect of end of service gratuity.

The highest paid director received remuneration of £1,973k (2021 - £215k).

The value of the company's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £6k (2021 - £6k).

10. Interest receivable

	2022	2021
	£000	£000
Bank overdraft and loans	-	1
	<u>-</u>	<u>1</u>

COMTEC CABLE ACCESSORIES LIMITED

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

11. Interest payable and similar expenses

	2022 £000	2021 £000
Bank interest payable	243	127
Unwind of discount on provision	20	12
Other interest payable	3	3
	<u>266</u>	<u>142</u>

12. Taxation

	2022 £000	2021 £000
Corporation tax		
Current tax on profits for the year	929	843
	<u>929</u>	<u>843</u>
Total current tax	<u>929</u>	<u>843</u>
Deferred tax		
Fixed asset timing differences	147	91
Short term timing differences	(3)	(56)
Prior year deferred tax liability/(asset)	-	35
	<u>144</u>	<u>70</u>
Total deferred tax	<u>144</u>	<u>70</u>
Taxation on profit on ordinary activities	<u>1,073</u>	<u>913</u>

COMTEC CABLE ACCESSORIES LIMITED

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

12. Taxation (continued)

Factors affecting tax charge for the year

The tax assessed for the year is the same as (2021 - the same as) the standard rate of corporation tax in the UK of 19% (2021 - 19 %) as set out below:

	2022 £000	2021 £000
Profit on ordinary activities before tax	5,563	4,590
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2021 - 19 %)	1,057	872
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	16	9
Adjustments to tax charge in respect of prior periods	(65)	(37)
Adjustment to deferred tax in respect of prior periods	68	45
Fixed asset ineligible depreciation/amortisation	(21)	15
Remeasurement of deferred tax for changes in tax rates rounding	18	9
Total tax charge for the year	1,073	913

COMTEC CABLE ACCESSORIES LIMITED

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

12. Taxation (continued)

Factors that may affect future tax charges

Finance Act 2020, which was substantively enacted on 11 March 2020, maintained the corporation tax rate at 19% until 31 March 2023.

Finance Act 2021, which was substantively enacted on 24 May 2021, has enacted an increase in the UK corporation tax main rate to 25% from 1 April 2023.

As this rate change had been substantively enacted before the balance sheet date, the closing deferred tax assets and liabilities have been calculated at 25%, on the basis that this is the rate at which those assets and liabilities are expected to unwind.

13. Dividends

	2022	2021
	£000	£000
Ordinary shares of 0.10 each Final	500	-
	<hr/>	<hr/>
	500	-
	<hr/>	<hr/>

COMTEC CABLE ACCESSORIES LIMITED

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

14. Intangible assets

	Computer software £000
Cost	
At 1 January 2022	596
Additions - internal	431
Disposals	(13)
At 31 December 2022	<u>1,014</u>
Amortisation	
At 1 January 2022	272
Charge for the year on owned assets	50
At 31 December 2022	<u>322</u>
Net book value	
At 31 December 2022	<u>692</u>
At 31 December 2021	<u>324</u>

COMTEC CABLE ACCESSORIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

15. Tangible fixed assets

	Short-term leasehold property £000	Plant and machinery £000	Fixtures and fittings £000	Total £000
Cost or valuation				
At 1 January 2022	657	264	868	1,789
Additions	19	46	139	204
At 31 December 2022	676	310	1,007	1,993
Depreciation				
At 1 January 2022	544	112	497	1,153
Charge for the year on owned assets	35	39	154	228
At 31 December 2022	579	151	651	1,381
Net book value				
At 31 December 2022	97	159	356	612
At 31 December 2021	113	152	371	636

The net book value of tangible fixed assets, office equipment, fixtures and fittings includes an amount of £70k (2021: £63k) in respect of assets held under finance leases and hire purchase contracts. Depreciation on these assets is £28k (2021: £34k).

16. Fixed asset investments

	Investments in subsidiary companies £000
Cost or valuation	
At 1 January 2022	20
At 31 December 2022	20

COMTEC CABLE ACCESSORIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

16. Fixed asset investments (continued)

Subsidiary undertaking

The following was a subsidiary undertaking of the Company:

Name	Registered office	Class of shares	Holding
Comtec LLC	United Arab Emirates	Ordinary	100%

17. Stocks

	2022	2021
	£000	£000
Finished goods and goods for resale	26,042	18,871
	26,042	18,871

18. Debtors

	2022	2021
	£000	£000
Due after more than one year		
Other debtors	12	12
	12	12
Due within one year		
Trade debtors	15,669	10,398
Amounts owed by group undertakings	2,131	1,834
Amounts owed by joint ventures and associated undertakings	-	250
Other debtors	298	221
Prepayments and accrued income	353	159
Corporation Tax	455	-
	18,918	12,874

COMTEC CABLE ACCESSORIES LIMITED

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

19. Cash and cash equivalents

	2022 £000	2021 £000
Cash at bank and in hand	541	370
	<u>541</u>	<u>370</u>

20. Creditors: Amounts falling due within one year

	2022 £000	2021 £000
Trade creditors	20,781	12,847
Amounts owed to parent undertakings	1,344	10
Corporation tax	-	217
Other taxation and social security	3,172	1,802
Obligations under finance lease and hire purchase contracts	17	17
Other creditors	2,351	5,639
Accruals and deferred income	4,212	1,205
	<u>31,877</u>	<u>21,737</u>

The confidential invoice discounting ("CID") facility and asset lending facility is secured by a fixed and floating charge over the assets of the company and is drawn against the trade debtors of the company.

Bank facilities are secured by a standard bank debenture and unlimited cross guarantees from Comtec Group (International) Limited.

Obligations under finance leases are secured on the asset to which they relate.

Amounts owed to group undertakings include standard trading balances and short term current account balance of £94k (2021: £10k) and the balances are interest free. All balances are deemed repayable on demand.

Amounts owed to parent undertakings include standard trading balances and short term current account balance of £1,250k (2021: £0k) and the balances are interest free. All balances are deemed repayable on demand.

COMTEC CABLE ACCESSORIES LIMITED

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

21. Creditors: Amounts falling due after more than one year

	2022 £000	2021 £000
Net obligations under finance leases and hire purchase contracts	14	31
	<u>14</u>	<u>31</u>

22. Hire purchase and finance leases

Minimum lease payments under hire purchase fall due as follows:

	2022 £000	2021 £000
Within one year	17	17
Between 1-5 years	14	31
	<u>31</u>	<u>48</u>

The finance leases primarily relate to information technology and warehousing equipment used in the company's operations. There are no contingent rental, renewal or purchase option clauses.

23. Provisions for liabilities

	2022 £000	2021 £000
Deferred tax	179	35
Other provisions	102	629
	<u>281</u>	<u>664</u>

24. Deferred Taxation

	2022 £000	2021 £000
At beginning of year	(35)	35
Charged to profit or loss	(144)	(70)
	<u>(179)</u>	<u>(35)</u>

COMTEC CABLE ACCESSORIES LIMITED

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

	2022	2021
	£000	£000
Accelerated capital allowances	(238)	(90)
Other short term timing differences	59	55
	<u>(179)</u>	<u>(35)</u>

25. Share capital

	2022	2021
	£000	£000
Allotted, called up and fully paid		
20,000,000 (2021 - 20,000,000) Ordinary shares of £0.10 each	<u>2,000</u>	<u>2,000</u>

26. Contingent liabilities

The performance guarantees may be payable by the company if, once the customer has placed an order, the company fails to deliver goods to the customer.

The duty deferment guarantees are in place, to guarantee that the company will meet their payments due to HM Revenue & Customs in respect of excise duty.

An amount of £526k have been provided in these financial statements in respect of the guarantees above (2021: £300,000).

27. Pension commitments

The company operates a defined contributions 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 £102k (2021: £83k).

Contributions totaling £24k (2021: £22k) were payable to the fund at the reporting date and are included in creditors.

COMTEC CABLE ACCESSORIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

28. Commitments under operating leases

At 31 December 2022 the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2022 £000	2021 £000
Land and buildings		
Not later than 1 year	1,052	530
Later than 1 year and not later than 5 years	3,270	1,454
Later than 5 years	147	-
	<u>4,469</u>	<u>1,984</u>
	2022 £000	2021 £000
Other		
Not later than 1 year	150	144
Later than 1 year and not later than 5 years	187	226
	<u>337</u>	<u>370</u>

29. Controlling party

As of 31 December 2022, the immediate parent company is Comtec Group (International) Limited registered in England and Wales. The smallest group in which the results of the Company are consolidated is Comtec Group (International) Limited. The consolidated financial statements can be obtained from its registered office Cardinal Way, Cardinal Distribution Park, Godmanchester, Huntingdon, PE29 2XN.

The largest group & the ultimate parent entity in which the results of the company are consolidated is headed by Telemachus Holding which is registered in France and the registered office address is Telemachus Holding, Zone Artisanale des Alouettes, 1 rue des Alouettes, 95600, Eaubonne, France.

The ultimate controlling party as at 31 December 2022 was Cineos Topco S.a.r.l (Luxembourg), a company registered in Luxembourg.

30. Post balance sheet events

There were no post balance sheet that occurred until the date of the issuance of the financial statements that would require adjustments to or disclosure in the financial statements as of the year ended 31 December 2022.