

Registered number
09033844

Intershop Communications Ltd
Report and Unaudited Financial Statements
31 December 2019

THURSDAY
WEDNESDAY



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Intershop Communications Ltd**Registered number:** 09033844**Directors' Report**

The directors present their report and financial statements for the year ended 31 December 2019.

Principal activities

The company's principal activity during the year continued to be the provision of e-commerce solutions and the supply of software and consultancy for electronic commerce.

Future developments

The company will cease trading in 2020.

Research and development

The company did not engage in any research and development activities in the year.

Financial instrument risk

The company has a normal level of exposure to price, credit, liquidity and cash flow risks arising from trading activities. The company does not enter into any formal hedging arrangements.

Events since the balance sheet date

The directors have decided to cease trading with effect from 31 May 2020. Any liabilities of the company will be met by the parent company.

Directors

The following persons served as directors during the year:

J Wiechen
M Klahn

Directors' responsibilities

The directors are responsible for preparing the report and 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 (Financial Reporting Standard 102 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 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.

Intershop Communications Ltd**Registered number:** 09033844**Directors' Report**

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.

This report was approved by the board on 28 May 2020 and signed on its behalf.



M Klahn
Director

Intershop Communications Ltd
Income Statement
for the year ended 31 December 2019

	Notes	2019 £	2018 £
Turnover	2	146,701	170,182
Administrative expenses		(139,715)	(162,079)
Operating profit	3	6,986	8,103
Interest payable	5	(19,356)	(24,438)
Loss on ordinary activities before taxation		(12,370)	(16,335)
Tax on loss on ordinary activities	6	-	-
Loss for the financial year and total comprehensive income for the year		<u>(12,370)</u>	<u>(16,335)</u>

Intershop Communications Ltd
Statement of Financial Position
as at 31 December 2019

	Notes	2019 £	2018 £
Current assets			
Debtors	7	146,787	170,271
Cash at bank and in hand		86,682	107,789
		<u>233,469</u>	<u>278,060</u>
Creditors: amounts falling due within one year	8	(413,103)	(221,692)
Net current (liabilities)/assets		(179,634)	56,368
Total assets less current liabilities		(179,634)	56,368
Creditors: amounts falling due after more than one year	9	-	(223,632)
Net liabilities		<u>(179,634)</u>	<u>(167,264)</u>
Capital and reserves			
Called up share capital	12	1	1
Profit and loss account	13	(179,635)	(167,265)
Total equity		<u>(179,634)</u>	<u>(167,264)</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

The member has not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.



M Klahn
 Director
 Approved by the board on 28 May 2020

Intershop Communications Ltd
Statement of Changes in Equity
for the year ended 31 December 2019

	Share capital	Profit and loss account	Total
	£	£	£
At 1 January 2018	1	(150,930)	(150,929)
Loss for the financial year		(16,335)	(16,335)
At 31 December 2018	<u>1</u>	<u>(167,265)</u>	<u>(167,264)</u>
At 1 January 2019	1	(167,265)	(167,264)
Loss for the financial year		(12,370)	(12,370)
At 31 December 2019	<u>1</u>	<u>(179,635)</u>	<u>(179,634)</u>

Intershop Communications Ltd
Notes to the Accounts
for the year ended 31 December 2019

1 Summary of significant accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

Despite the deficit on the Statement of Financial Position, the accounts have been prepared on a going concern basis because of the continued support of the parent company, Intershop Communications AG.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the rendering of services.

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

Foreign currency translation

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction.

At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.

Intershop Communications Ltd
Notes to the Accounts
for the year ended 31 December 2019

Pensions

Contributions to defined contribution plans are expensed in the period to which they relate.

2 Analysis of turnover	2019	2018
	£	£
Services rendered	<u>146,701</u>	<u>170,182</u>
By geographical market:		
Europe	<u>146,701</u>	<u>170,182</u>
3 Operating profit	2019	2018
	£	£
This is stated after charging:		
Foreign exchange (gains)/losses	<u>(19,784)</u>	<u>5,040</u>
4 Staff costs	2019	2018
	£	£
Wages and salaries	135,303	126,861
Social security costs	16,072	12,994
Other pension costs	-	3,599
	<u>151,375</u>	<u>143,454</u>
Average number of employees during the year	Number	Number
Sales	<u>1</u>	<u>1</u>
5 Interest payable	2019	2018
	£	£
Loans from group undertakings	<u>19,356</u>	<u>24,438</u>

Intershop Communications Ltd
Notes to the Accounts
for the year ended 31 December 2019

6 Taxation	2019	2018
	£	£
Analysis of charge in period		
Tax on profit on ordinary activities	-	-

Factors affecting tax charge for period

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows:

	2019	2018
	£	£
Loss on ordinary activities before tax	(12,370)	(16,335)
Standard rate of corporation tax in the UK	19.00%	19.00%
	£	£
Loss on ordinary activities multiplied by the standard rate of corporation tax	(2,350)	(3,104)
Effects of:		
Expenses not deductible for tax purposes	7	424
Utilisation of tax losses	2,343	2,680
Current tax charge for period	-	-

Factors that may affect future tax charges

The company has tax losses carried forward of £(167,294) (2018 - £(154,963)). In line with the accounting policy no provision has been made for a deferred tax asset in respect of these losses.

7 Debtors	2019	2018
	£	£
Amounts owed by group undertakings and undertakings in which the company has a participating interest	146,701	170,182
Other debtors	86	89
	146,787	170,271

Intershop Communications Ltd
Notes to the Accounts
for the year ended 31 December 2019

8 Creditors: amounts falling due within one year	2019	2018
	£	£
Trade creditors	47	30
Amounts owed to group undertakings and undertakings in which the company has a participating interest	402,216	203,845
Other taxes and social security costs	7,254	2,754
Accruals and deferred income	3,586	15,063
	<u>413,103</u>	<u>221,692</u>

9 Creditors: amounts falling due after one year	2019	2018
	£	£
Amounts owed to group undertakings and undertakings in which the company has a participating interest	<u>-</u>	<u>223,632</u>

10 Loans	2019	2018
	£	£
Analysis of maturity of debt:		
Within one year or on demand	382,860	178,906
Between one and two years	-	223,632
	<u>382,860</u>	<u>402,538</u>

The loans comprise a revolving loan facility with the parent company, Intershop Communications AG. Interest is charged at 5% per annum.

11 Deferred taxation	2019	2018
	£	£
Unrecognised deferred tax assets		
Deferred tax assets have not been recognised in respect of the following items:-		
Tax losses carried forward	<u>31,786</u>	<u>29,443</u>

12 Share capital	Nominal value	2019 Number	2019 £	2018 £
Allotted, called up and fully paid:				
Ordinary shares	£1 each	1	<u>1</u>	<u>1</u>

Intershop Communications Ltd
Notes to the Accounts
for the year ended 31 December 2019

13 Profit and loss account	2019	2018
	£	£
At 1 January	(167,265)	(150,930)
Loss for the financial year	(12,370)	(16,335)
At 31 December	<u>(179,635)</u>	<u>(167,265)</u>

14 Related party transactions

During the year the company provided sales and marketing services to Intershop Communications AG, the parent company, on a cost-plus basis, for £146,701 (2018 - £170,182). The outstanding debtor balance at the year end was £146,701 (2018 - £170,182).

Details of loans from the parent company are shown in Note 10.

15 Controlling party

Intershop Communications Ltd is a wholly owned subsidiary of Intershop Communications AG, a company registered in Germany. Group accounts may be obtained from Intershop Tower, D-07740 Jena, Germany.

16 Disclosure exemptions

The financial statements of Intershop Communications Ltd are consolidated in the accounts of the parent company, Intershop Communications AG and it is therefore taking advantage of the exemptions available in respect of not providing a statement of cash flows, the measurement basis used and information for the evaluation for financial instruments.

17 Presentation currency

The financial statements are presented in Sterling.

18 Legal form of entity and country of incorporation

Intershop Communications Ltd is a private company limited by shares and incorporated in England.

19 Principal place of business

The address of the company's principal place of business and registered office is:

Wigley Manor
Ower
Romsey
SO51 6AF