

Exertis Arc Telecom Limited

Directors' report and financial statements

Year ended 31 March 2024

Registered number: 484219

Exertis Arc Telecom Limited

Directors' report and financial statements

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Exertis Arc Telecom Limited

Directors and other information

Directors	T Griffin C Fitzharris M Kahr
Company secretary	M Forbes
Registered office	Unit 21 Fonthill Business Park Fonthill Road Yellow Walls Dublin 22 Ireland
Auditors	KPMG 1 Stokes Place St. Stephen's Green Dublin 2 Ireland
Solicitors	William Fry Fitzwilton House Wilton Place Dublin 2 Ireland
Bankers	HSBC Bank Middle East Ltd Bur Dubai Branch PO Box 66 Dubai UAE
Registered number	484219

Exertis Arc Telecom Limited

Directors' report

The directors submit their report, together with the audited financial statements of Exertis Arc Telecom Limited ("the Company") for the year ended 31 March 2024.

Principal activities

The Company distributes mobile phone accessories and consumer electronics together with related services to the telecoms and consumer retail markets for countries within the Gulf Cooperation Council (GCC) region, providing sourcing, warehousing, fulfilment, distribution and marketing services. The Company operates from a branch in Dubai, UAE.

Principal risks and uncertainties

The principal risks and uncertainties are the loss of a significant customer or supplier. Close commercial relationships exist with our customers and suppliers and there is constant innovation and effort in improving our value-added approach to them. In connection with Management's strategy of broadening the vendor base, the Company signed a new major supplier in the year which accounted for c.25% of the annual turnover, in part mitigating a decline in the overall mobile phone accessories business.

Results and dividends

The loss for the year is set out in the profit and loss account on page 8. The directors have not declared any dividends in the year (2023: €Nil).

Business review

Turnover has increased to €15,971,000 (2023: €14,314,000) during the year, due to the launch of new brands which resulted in an increase in trade in the normal course of business. The carrying value of aged mobile phone accessories has been assessed and a provision for stock obsolescence of €1,080,959 (2023: €344,143) resulted in losses increasing in the year.

Future developments

Subsequent to the year end, the Company's shareholders have taken the decision to discontinue the mobile phone accessories business, realising value from the stock on hand through trading sales, returns to vendors and transfers to alternative distributors. The Company has been retained, targeting a different market segment. Consequently, the accounts have been prepared on a going concern basis.

Accounting records

The measures taken by the directors to ensure compliance with the requirements of Sections 281 to 285 of the Companies Act 2014 with regard to maintaining adequate accounting records are, the employment of appropriately qualified accounting personnel and the maintenance of computerised accounting systems. The Company's accounting records are maintained at Unit 21 Fonthill Business Park, Fonthill Road, Yellow Walls, Dublin 22, Ireland.

Directors and secretary

The directors of the Company as at 31 March 2024 are set out below. Unless indicated otherwise, they served as directors for the entire year.

Timothy Griffin
Clive Fitzharris
Mark Kahr

Exertis Arc Telecom Limited

Directors' report (continued)

The secretary of the Company during the year was Mark Forbes.

Directors' and secretary's interests in shares

In accordance with Section 329(1) to (4) of the Companies Act 2014, none of the directors or secretary held any interests in the shares of the Company or Group companies greater than 1% of the nominal value of the shares of those companies.

Financial risk management

Interest rate risk

Exertis Arc Telecom Limited is self-sufficient with its own cash management and manages its own working capital.

Credit risk

The Company has policies that require appropriate credit checks on potential customers before sales are made.

Liquidity risk

The Company, through DCC plc, maintains adequate borrowing cash positive position facilities with various financial institutions to ensure that funds are readily available for operations and planned expansions.

Subsequent events

Except for the matters referred to in the Future developments section on page 2, there are no other subsequent events after the year end that require adjustment to or disclosure in these financial statements.

Relevant audit information

The directors believe that they have taken all steps necessary to make themselves aware of any relevant audit information and have established that the Company's statutory auditor is aware of that information. In so far as they are aware, there is no relevant audit information of which the Company's statutory auditor is unaware.

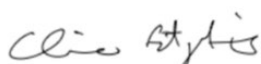
Political and charitable contributions

The Company made no political or charitable contributions and incurred no political expenditure during the year (2023: €Nil).

Auditor

Pursuant to section 383(2) of the Companies Act 2014, the auditor, KPMG, Chartered Accountants, will continue in office.

On behalf of the board



Clive Fitzharris
Director
9 July 2025



Timothy Griffin
Director
9 July 2025

Exertis Arc Telecom Limited

Statement of directors' responsibilities in respect of the directors' report and the financial statements

The directors are responsible for preparing 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 they have elected to prepare the financial statements in accordance with FRS 101 *Reduced Disclosure Framework*.

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 assets, liabilities and financial position of the Company and of its profit or loss for that year. In preparing these financial statements, the directors are required to:

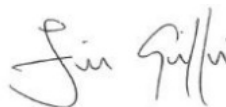
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

The directors are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the assets, liabilities, financial position and profit or loss of the Company and enable them to ensure that the financial statements comply with the Companies Act 2014. They are responsible for such internal controls as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities. The directors are also responsible for preparing a directors' report that complies with the requirements of the Companies Act 2014.

On behalf of the board



Clive Fitzharris
Director
9 July 2025



Timothy Griffin
Director
9 July 2025

Independent auditor's report to the members of Exertis Arc Telecom Limited

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Exertis Arc Telecom Limited ('the Company') for the year ended 31 March 2024 set out on pages 8 to 23, which comprise the profit and loss account, the statement of other comprehensive income, the balance sheet, the statement of changes in equity and related notes, including the summary of significant accounting policies set out in note 3. The financial reporting framework that has been applied in their preparation is Irish Law and FRS 101 *Reduced Disclosure Framework*, issued in the United Kingdom by the Financial Reporting Council.

In our opinion:

- the financial statements give a true and fair view of the assets, liabilities and financial position of the Company as at 31 March 2024 and of its loss for the year then ended;
- the financial statements have been properly prepared in accordance with FRS101 *Reduced Disclosure Framework*;
- the financial statements have been properly prepared in accordance with the requirements of the Companies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) 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 ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), 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 regarding 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 the date 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 presented in the Annual Report together with the financial statements. The other information comprises the information included in the directors' report. The financial statements and our auditor's report thereon do not comprise part of the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.



Independent auditor's report to the members of Exertis Arc Telecom Limited (continued)

Report on the audit of the financial statements (continued)

Other information (continued)

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work we have not identified material misstatements in the other information.

Based solely on our work on the other information undertaken during the course of the audit, we report that:

- we have not identified material misstatements in the directors' report;
- in our opinion, the information given in the directors' report is consistent with the financial statements;
- in our opinion, the directors' report has been prepared in accordance with the Companies Act 2014.

Our opinions on other matters prescribed by the Companies Act 2014 are unmodified

We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

In our opinion the accounting records of the Company were sufficient to permit the financial statements to be readily and properly audited and the financial statements are in agreement with the accounting records.

Matters on which we are required to report by exception

The Companies Act 2014 requires us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions required by Sections 305 to 312 of the Act are not made. We have nothing to report in this regard.

Respective responsibilities and restrictions on use

Responsibilities of directors for the financial statements

As explained more fully in the directors' responsibilities statement set out on page 4, the directors are responsible for: the preparation of the financial statements including being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; 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 they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.



Independent auditor's report to the members of Exertis Arc Telecom Limited
(continued)

Respective responsibilities and restrictions on use (continued)

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 (Ireland) 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 fuller description of our responsibilities is provided on IAASA's website at <https://iaasa.ie/publications/description-of-the-auditors-responsibilities-for-the-audit-of-the-financial-statements/>

The purpose of our audit work and to whom we owe our responsibilities

Our report is made solely to the Company's members, as a body, in accordance with Section 391 of the Companies Act 2014. 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.

Richard Hobson
for and on behalf of
KPMG

Chartered Accountants, Statutory Audit Firm
1 Stokes Place, St. Stephen's Green
Dublin 2

9 July 2025

Exertis Arc Telecom Limited

Profit and loss account for the year ended 31 March 2024

	Note	2024 €'000	2023 €'000
Turnover	4	15,971	14,314
Cost of sales		(14,152)	(10,449)
		<hr/>	<hr/>
Gross profit		1,819	3,865
Distribution costs		(1,358)	(1,937)
Administrative expenses		(2,382)	(2,317)
		<hr/>	<hr/>
Operating loss		(1,921)	(389)
Interest receivable and similar income	8	140	71
		<hr/>	<hr/>
Loss on ordinary activities before taxation		(1,781)	(318)
Tax credit on loss on ordinary activities	9	187	47
		<hr/>	<hr/>
Loss for the financial year		(1,594)	(271)
		<hr/> <hr/>	<hr/> <hr/>

Exertis Arc Telecom Limited

Statement of other comprehensive income for the year ended 31 March 2024

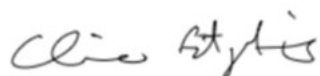
	2024 €'000	2023 €'000
Loss for the financial year	(1,594)	(271)
Other comprehensive income for the year, net of tax		
Exchange differences on translation	49	201
	<hr/>	<hr/>
Total comprehensive loss for the year	(1,545)	(70)
	<hr/> <hr/>	<hr/> <hr/>

Exertis Arc Telecom Limited

Balance sheet as at 31 March 2024

	Note	2024 €'000	2023 €'000
Fixed assets			
Tangible assets	10	8	26
		<hr/>	<hr/>
		8	26
Current assets			
Stocks	11	3,881	4,279
Debtors	12	4,765	4,990
Cash at bank and in hand	13	1,741	1,494
		<hr/>	<hr/>
		10,387	10,763
Creditors: amounts falling due within one year	14	(2,850)	(1,699)
		<hr/>	<hr/>
Net current assets		7,537	9,064
		<hr/>	<hr/>
Net assets		7,545	9,090
		<hr/> <hr/>	<hr/> <hr/>
Capital and reserves			
Called up share capital	15	1	1
Share premium		50	50
Profit and loss account		7,017	8,611
Foreign currency translation reserve		477	428
		<hr/>	<hr/>
Shareholder's funds - equity		7,545	9,090
		<hr/> <hr/>	<hr/> <hr/>

On behalf of the board:



Clive Fitzharris
Director
9 July 2025



Timothy Griffin
Director
9 July 2025

Exertis Arc Telecom Limited

Statement of changes in equity for the year ended 31 March 2024

	Called up share capital €'000	Share Premium €'000	Profit and loss account €'000	Foreign currency translation reserve €'000	Total equity €'000
Balance at 1 April 2022	1	50	8,882	227	9,160
Total comprehensive loss for the year					
Loss for the financial year	-	-	(271)	-	(271)
Effects of translation	-	-	-	201	201
Balance at 31 March 2023	1	50	8,611	428	9,090
Balance at 1 April 2023	1	50	8,611	428	9,090
Total comprehensive loss for the year					
Loss for the financial year	-	-	(1,594)	-	(1,594)
Effects of translation	-	-	-	49	49
Balance at 31 March 2024	1	50	7,017	477	7,545

Exertis Arc Telecom Limited

Notes to the financial statements

1 Reporting entity

Exertis Arc Telecom Limited (the “Company”) is a private company limited by shares and incorporated, domiciled and registered in the Republic of Ireland. The Company’s trading operations are executed through a branch in Dubai, UAE. The Company’s registered office is Unit 21 Fonthill Business Park, Fonthill Road, Yellow Walls, Dublin 22, Ireland. The registered number of the company is 484219.

2 Statement of compliance

These financial statements were prepared in accordance with Financial Reporting Standard 101 *Reduced Disclosure Framework* (“FRS 101”). There have been no material departures from the standards.

In preparing these financial statements, the Company applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU (“Adopted IFRSs”), but makes amendments where necessary in order to comply with the Companies Act 2014 and has set out below where advantage of the FRS 101 disclosure exemptions has been taken.

The Company’s ultimate parent undertaking, DCC plc, includes the Company in its consolidated financial statements. The consolidated financial statements of DCC plc are prepared in accordance with International Financial Reporting Standards as adopted by the EU and are available to the public and may be obtained from the Company Secretary, DCC House, Leopardstown Road, Foxrock, Dublin 18, Ireland, and via the DCC plc website: www.dcc.ie

In these financial statements, the Company has applied the exemptions available under FRS 101 in respect of the following disclosures:

- A cash flow statement and related notes;
- Comparative period reconciliations for share capital and tangible fixed assets;
- Disclosures in respect of transactions with wholly owned subsidiaries ;
- Disclosures in respect of capital management;
- The effects of new but not yet effective IFRSs; and
- Disclosures in respect of the compensation of key management personnel.

No judgements have been made by the directors, in the application of these accounting policies that have a significant effect on the financial statements and there are no estimates with a significant risk of material adjustment in the next year.

3 Accounting policies

3.1 Measurement convention

The financial statements are prepared on the historical cost basis.

Exertis Arc Telecom Limited

Notes to the financial statements (continued)

3 Accounting policies (continued)

3.2 Basis of preparation

The financial statements have been prepared on a going concern basis. The currency used in the financial statements is Euro; rounded to the nearest thousand; being the presentation currency of the Company. The functional currency of the Company is United States Dollars (USD).

3.3 Going concern

The Company has assessed the impact on its operations at the reporting date and at the date of approval of the financial statements. This assessment encompassed a detailed recent review of the trading and future outlook of the company which demonstrate that the Company should have adequate resources to continue operating for at least the 12 month period from date of approval of the financial statements. Accordingly, the directors consider it appropriate that the Company prepares its financial statements on a going concern basis.

3.4 Foreign currency transactions

Assets and liabilities denominated in foreign currencies are translated into Euro at the exchange rates ruling at the balance sheet date.

Profits and losses arising on transactions in currencies other than the functional currency during the year are included in the profit and loss account at the exchange rate ruling at the date of the transactions.

Foreign exchange differences arising from the translation of the results and financial position from the functional currency to the presentation currency are recognised in other comprehensive income and included within the foreign currency translation reserve within equity.

3.5 Non-derivative financial instruments

Non-derivative financial instruments comprise trade and other debtors, cash and cash equivalents and trade and other creditors.

Trade and other debtors

Trade and other debtors are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances.

Trade and other creditors

Trade and other creditors are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method.

Exertis Arc Telecom Limited

Notes to the financial statements (continued)

3 Accounting policies (continued)

3.5 Non-derivative financial instruments (continued)

Impairment of financial assets

Trade receivables are subject to the expected credit losses model in IFRS 9. The Company's impairment methodology applies the simplified approach to providing for expected credit losses, which uses a lifetime expected loss allowance for all trade receivables.

3.6 Ordinary shares

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net of any tax effects.

Ordinary dividends declared as final dividends are recognised as a liability in the period in which they are approved by shareholders. Interim dividends are recognised as a liability when declared.

3.7 Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses.

Depreciation is charged to the profit and loss account on a straight-line basis over the estimated useful lives of each part of an item of tangible fixed assets. The estimated useful lives are as follows:

Fixtures and fittings	3 years
Computer equipment	3 years

Depreciation methods, useful lives and residual values are reviewed at each balance sheet date.

3.8 Stocks

Stocks are stated at the lower of cost and net realisable value.

Cost is based on normal levels of cost and activity and comprises cost of purchase and, where applicable, cost of conversion to current condition. Cost of purchase includes charges such as freight and duty where appropriate.

Net realisable value comprises the actual or estimated selling price (net of trade discounts but before settlement discounts), less all costs to be incurred in marketing, selling and distribution.

3.9 Turnover

The Company derives its turnover from the sale of mobile phone accessory and consumer technology products and related services. Turnover comprises the fair value of the sale of goods and services to external customers net of value added tax, allowances and discounts.

Exertis Arc Telecom Limited

Notes to the financial statements (continued)

3 Accounting policies *(continued)*

3.10 Taxation

The income tax expense comprises current and deferred tax. It is recognised in the profit and loss account except to the extent that it relates to items recognised in Other Comprehensive Income (OCI) or directly in equity, in which case it is recognised in OCI or directly in equity.

Current tax is the expected tax payable on the taxable income for the year using tax rates and laws that have been enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and amounts used for taxation purposes. Deferred tax is not recognised for temporary differences arising from the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit. In addition, deferred tax is not recognised for taxable temporary differences arising on the initial recognition of goodwill.

A deferred tax asset is recognised to the extent that it is probable future taxable profits will be available against which the temporary difference can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets.

3.11 Retirement benefits

The Company operates a defined contribution retirement benefit scheme. The profit and loss account reflects actual contributions payable to the scheme during the year in accordance with the rules of the scheme.

Exertis Arc Telecom Limited

Notes to the financial statements (continued)

3 Accounting policies (continued)

3.12 Leases

The Company enters into leases relating to property. These property leases have varying terms and renewal rights, including periodic rent reviews linked with indices. The terms and conditions of these leases do not impose significant financial restrictions on the Company.

A contract contains a lease if it is enforceable and conveys the right to control the use of a specified asset for a period of time in exchange for consideration, which is assessed at inception. A right-of-use asset and lease creditor are recognised at the commencement date for contracts containing a lease, with the exception of leases with a term of 12 months or less, leases where the underlying asset is of low value and leases with associated payments that vary directly in line with usage or sales (such lease costs continue to be expensed in the profit and loss account as incurred). The commencement date is the date at which the asset is made available for use by the Company.

Lease creditors are initially measured at the present value of the future lease payments, discounted using the incremental borrowing rate over the remaining lease term. Lease payments include fixed payments, variable payments that are dependent on an index known at the commencement date, payments for an optional renewal period and termination option payments, if the Company is reasonably certain to exercise those options. The lease term is the non-cancellable period of the lease adjusted for any renewal or termination options which are reasonably certain to be exercised. Management applies judgement in determining whether it is reasonably certain that a renewal or termination option will be exercised.

After initial recognition, lease creditors are measured at amortised cost using the effective interest method. They are remeasured when there is a change in future lease payments or when the Company changes its assessment of whether it is reasonably certain to exercise an option within the contract. A corresponding adjustment is made to the carrying amount of the right-of-use asset.

The right-of-use asset is initially measured at cost, which comprises the lease creditor adjusted for any payments made at or before the commencement date, initial direct costs incurred, lease incentives received and an estimate of the cost to dismantle or restore the underlying asset or the site on which it is located at the end of the lease term. The right-of-use asset is depreciated over the lease term and is tested periodically for impairment if an impairment indicator is considered to exist.

4 Turnover	2024	2023
	€'000	€'000
Sale of goods and related services	15,971	14,314
	<hr/>	<hr/>
	15,971	14,314
	<hr/> <hr/>	<hr/> <hr/>

All turnover arose in the Gulf Cooperation Council (GCC) region

Exertis Arc Telecom Limited

Notes to the financial statements (continued)

5 Auditor's remuneration

The following amounts were paid to the Company's auditor in respect of the audit of the financial statements:

	2024 €'000	2023 €'000
Audit fees	15	15
	15	15

6 Staff numbers and costs

The average number of persons employed by the Company (including directors) during the year, analysed by category, was as follows:

	Number of employees	
	2024	2023
Employees	28	29
	28	29

	2024 €'000	2023 €'000
Wages and salaries	1,826	1,715
	1,826	1,715

7 Directors' remuneration

The directors received €375,668 in the year in respect of remuneration for services provided (2023: Nil).

Exertis Arc Telecom Limited

Notes to the financial statements (continued)

8 Interest receivable and similar income

Interest receivable and similar income is made up of DCC Intercompany Loan interest of €140,000 receivable from group undertakings (2023: €71,000).

9 Taxation	2024	2023
	€'000	€'000
Recognised in the profit and loss account		
<i>Current Tax</i>		
Current tax credit on loss for the year	-	(47)
<i>Deferred Tax</i>		
Deferred tax credit on loss on ordinary activities	(187)	-
Total tax credit	(187)	(47)
	2024	2023
	€'000	€'000
Reconciliation of effective tax rate		
Loss before taxation	(1,781)	(318)
Tax using the Irish corporation tax rate of 12.5%	(223)	(40)
Over provided in prior years	-	(1)
Permanent differences	29	(8)
Timing differences	7	2
Total tax credit	(187)	(47)

Exertis Arc Telecom Limited

Notes to the financial statements (continued)

10 Tangible assets	Computer equipment €'000	Fixtures & Fittings €'000	Total €'000
Cost			
Balance at 1 April 2023	98	327	425
Additions	3	2	5
	<hr/>	<hr/>	<hr/>
Balance at 31 March 2024	101	329	430
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Depreciation			
Balance at 1 April 2023	85	314	399
Depreciation charge for the year	8	14	22
Foreign exchange translation	1	-	1
	<hr/>	<hr/>	<hr/>
Balance at 31 March 2024	94	328	422
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Net book value			
Balance at 31 March 2024	7	1	8
	<hr/>	<hr/>	<hr/>
Balance at 1 April 2023	13	13	26
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
11 Stocks		2024	2023
		€'000	€'000
Finished goods and goods for resale		3,881	4,279
		<hr/> <hr/>	<hr/> <hr/>

Stocks are stated net of a provision for obsolescence of €1,080,959 (2023: €344,143). The replacement cost of stocks did not differ significantly from the carrying amount. Finished goods and goods for resale recognised as cost of sales in the year amounted to €12,905,147 (2023: €10,056,785).

Exertis Arc Telecom Limited

Notes to the financial statements (continued)

12 Debtors	2024 €'000	2023 €'000
Trade debtors	1,430	1,712
Prepayments and other debtors	297	362
Amounts due from ultimate parent company	2,775	2,827
VAT receivable	75	44
Deferred tax asset	188	-
Current tax asset	-	45
	<hr/>	<hr/>
	4,765	4,990
	<hr/> <hr/>	<hr/> <hr/>

The Company's impairment loss allowance for trade debtors is €23,686 (2023: €50,177) and the movement in the Company's impairment loss allowance for trade receivables amounted to a decrease of €26,491 for the year (2023: €50,177 increase).

Amounts due from related companies are unsecured, interest bearing and repayable on demand.

The deferred tax asset at 31 March 2024 is expected to be fully recoverable. The related losses are expected to be surrendered to a group company in exchange for a payment to the company equivalent to the tax value of those losses

13 Cash and cash equivalents	2024 €'000	2023 €'000
Cash at bank and in hand	1,741	1,494
	<hr/>	<hr/>
	1,741	1,494
	<hr/> <hr/>	<hr/> <hr/>

14 Creditors: amounts falling due within one year	2024 €'000	2023 €'000
Trade creditors	2,143	666
Amounts owed to parent company	3	-
Accruals	704	1,033
	<hr/>	<hr/>
	2,850	1,699
	<hr/> <hr/>	<hr/> <hr/>

Amounts owed to parent company of €3,000 (2023: €Nil) are unsecured and repayable on demand.

Exertis Arc Telecom Limited

Notes to the financial statements (continued)

15 Called up share capital	Ordinary shares	Ordinary Shares
Share capital	2024	2023
	€'000	€'000
<i>Authorised</i>		
100,000 ordinary shares of €1 each	100	100
	<hr/> <hr/>	<hr/> <hr/>
<i>Allotted, called up and fully paid</i>		
1,000 ordinary shares of €1 each	1	1
	<hr/> <hr/>	<hr/> <hr/>

16 Related parties

Exertis Arc Telecom Limited is wholly owned by Exertis Ireland Limited which is ultimately owned by DCC plc. Transactions of Exertis Arc Telecom Limited with other wholly owned subsidiaries of DCC plc are not disclosed as the Company has taken advantage of the exemption available under FRS 101, from disclosing such transactions.

Exertis Arc Telecom Limited

Notes to the financial statements (continued)

17 Leases

Right-of-use assets related to lease properties that do not meet the definition of investment properties are presented as property, plant and equipment (see note 10):

	ROU Asset €000	Total €000
Balance at 1 April 2022	13	13
Depreciation charge for the year	(13)	(13)
	<hr/>	<hr/>
Balance at 31 March 2023	-	-
	<hr/> <hr/>	<hr/> <hr/>

	ROU Asset €000	Total €000
Balance at 1 April 2023	-	-
Depreciation charge for the year	-	-
	<hr/>	<hr/>
Balance at 31 March 2024	-	-
	<hr/> <hr/>	<hr/> <hr/>

The following amounts have been recognised in profit or loss for which the Company is a lessee:

	2024 €'000	2023 €'000
ROU asset depreciation	-	13
	<hr/> <hr/>	<hr/> <hr/>

18 Ultimate holding undertaking

The Company is a subsidiary undertaking of Exertis Ireland Limited incorporated in the Republic of Ireland. The ultimate controlling party is DCC plc.

The smallest and largest company in which the results of the Company are consolidated is that headed by DCC plc, incorporated in Ireland. The consolidated financial statements of DCC plc are available to the public and may be obtained from the Company Secretary, DCC House, Leopardstown Road, Foxrock, Dublin 18 and from the DCC plc website: www.dcc.ie

Exertis Arc Telecom Limited

Notes to the financial statements (continued)

19 Subsequent events

Subsequent to the year end, the Company's shareholders have taken the decision to discontinue the mobile phone accessories business, realising value from the stock on hand through trading sales, returns to vendors and transfers to alternative distributors. The Company has been retained, targeting a different market segment. Consequently, the accounts have been prepared on a going concern basis.

20 Approval of the financial statements

These financial statements were approved by the board of directors on 9 July 2025.