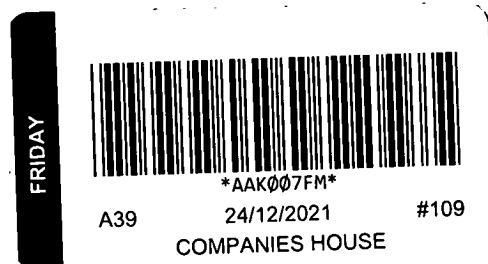


# **Annual Report and Financial Statements**

*Ladbroke Entertainments Limited*

**For the year ended 31 December 2020**



# LADBROKE ENTERTAINMENT LIMITED

## Strategic Report For The Year Ended 31 December 2020

The directors present their strategic report for the year ended 31 December 2020.

### Principal Activities And Review of Business Developments

The Company acts as a holding company for investments in a number of feature films rights during the year.

The Company's key financial performance indicators during the year were as follows:

	2020 £'000	2019 £'000
Profit for the financial year	202	301
Amounts owed by group undertakings	2,249	2,047
Total shareholders' funds	2,249	2,047

Due to the limited activities undertaken by this company no other key performance indicators are relevant.

### Principal Risk And Uncertainties

Entain plc reviews and evaluates key risks and uncertainties faced by the group as part of the reviews undertaken at its regular board meetings. The impact of risks and uncertainties of the company is considered as part of this review process.

The Company has no other significant risks or uncertainties other than those that arise from being a part of the Entain plc. The significant risks or uncertainties, including the Company's exposure to financial risk management and those arising from Brexit are dealt with on pages 72 to 75 presented in the Annual Report 2020 of Entain plc.

### Section 172 Statement

In performing their duties under the Companies Act 2006 the Board are required to describe how they have had regard to the matters set out in section 172(1)(a) to (f).

When making decisions throughout the year the directors have taken into consideration, and had regard to, the Company's shareholders, stakeholders, business relationships, employees, reputation for high standards, the community and environment and the impact of the Board's decision making on the long term success of the business.

The Company is a wholly owned subsidiary of Entain plc and therefore the directors have also considered the wider context in which the Company operates to adhere to the high standards of professionalism, culture, values, ethics, strategy, employee well-being, and environmental and social responsibility set by the Entain group.

In discharging their duties under section 172 the directors have access to the full resource, assistance, support and guidance offered by the Entain group and are committed to driving further improvements in shareholder and stakeholder engagement.

The 2020 annual report and accounts for Entain plc can be found here: <https://entaingroup.com/investor-relations/financial-reports/>

### Financial Position

As at 31 December 2020, the Company had net assets of £2,249,000 (2019: £2,047,000).

On behalf of the Board



S Smith  
Director  
15 December 2021

# **LADBROKE ENTERTAINMENT LIMITED**

## **Directors' report for the year ended 31 December 2020**

The directors of the Company who were in office during the year and up to the date of signing the financial statements were:

Directors: S Smith  
C Sutters

Secretary: Ladbroke's Coral Corporate Secretaries Limited

Registered Office: 3<sup>rd</sup> Floor, One New Change, London, EC4M 9AF

---

The directors present their report and the Company's audited financial statements for the year ended 31 December 2020. Comparative information is presented for the year ended 31 December 2019.

### **Results and dividends**

The financial statements for the year show a profit for the financial year of £202,000 (2019: £301,000). The directors do not recommend payment of a dividend (2019: nil).

### **Future developments**

The Company does not anticipate any changes in its activities in the forthcoming year.

### **Financial Risk Management**

The company's exposure to financial risk managements are outlined in the Strategic Report.

### **Going concern**

The financial statements have been prepared on a going concern basis which the directors consider to be appropriate for the following reasons.

The company is a subsidiary of the Group headed by Entain plc (the Group). Consequently, the ability of the Company to continue as a going concern is based on the ability of the Group to continue as a going concern.

The Group has prepared financial forecasts comprising operating profit, balance sheet and cash flows covering the 36-month period to 2024. In preparing these forecasts, the directors have assessed the impact of the Covid-19 outbreak on the business and have revised the cash flow forecasts for 2022 to take account of the consequent reduction in profits and net cash inflows. These revised forecasts indicate that the Company will remain within its present facilities and that there is sufficient covenant headroom even under the sensitised downside scenarios.

Consequently, the directors are confident that the Company will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements and therefore have prepared the financial statements on a going concern basis.

### **Directors' and officers' liability insurance**

During the year Ladbroke's Coral Group Limited purchased and maintained on behalf of the Company liability insurance for its directors and officers as permitted by section 234 of the Companies Act 2006.

### **Independent auditor**

Pursuant to Section 487 of the Companies Act 2006, KPMG LLP will be deemed to be reappointed and will therefore continue in office following a resolution put to the shareholders at the Annual General Meeting.

# LADBROKE ENTERTAINMENT LIMITED

## Directors' report for the year ended 31 December 2020 (continued)

### Statement of directors' responsibilities in relation to the financial statements

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 they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), including 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 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;
- 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 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 responsible for 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, 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.

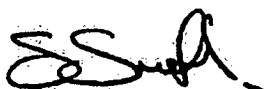
### Statement of disclosure of information to auditor

The directors 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.

In the case of each director in office at the date the Directors' Report is approved:

- so far as the director is aware, there is no relevant audit information of which the company's auditor are unaware; and
- they have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditor are aware of that information.

On behalf of the Board



S Smith  
Director

15 December 2021

# INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LADBROKE ENTERTAINMENTS LIMITED

## Opinion

We have audited the financial statements of Ladbroke Entertainments Limited ("the company") for the year ended 31 December 2020 which comprise the Income Statement, Balance Sheet, Statement of Changes in Equity and related notes, including the accounting policies.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2020 and of its profit for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 101 *Reduced Disclosure Framework*; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

## Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

## Going concern

The directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the company or to cease its operations, and as they have concluded that the company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

In our evaluation of the directors' conclusions, we considered the inherent risks to the company's business model and analysed how those risks might affect the company's financial resources or ability to continue operations over the going concern period.

Our conclusions based on this work:

- we consider that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate;
- we have not identified, and concur with the directors' assessment that there is not, a material uncertainty related to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for the going concern period.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the above conclusions are not a guarantee that the company will continue in operation.

## Fraud and breaches of laws and regulations – ability to detect

### *Identifying and responding to risks of material misstatement due to fraud*

To identify risks of material misstatement due to fraud ("fraud risks") we assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. Our risk assessment procedures included enquiring of directors and inspection of policy documentation as to the Entain plc's policies and procedures to prevent and detect fraud that apply to this group company as well as enquiring whether the directors have knowledge of any actual, suspected or alleged fraud.

As required by auditing standards, we perform procedures to address the risk of management override of controls, in particular the risk that management may be in a position to make inappropriate accounting entries, and the risk of bias in accounting estimates and judgements such as provisions for impairment. On this audit we do not believe there is a fraud risk related to revenue recognition because there are no revenue transactions. We did not identify any additional fraud risks.

We performed procedures including:

- Identifying journal entries and other adjustments to test for all full scope components based on risk criteria and comparing the identified entries to supporting documentation. These included: unusual revenue pairings; unusual journals with a credit or debit to entry to cash; and, unusual journals in seldom used pairings.
- Evaluated the business purpose of significant unusual transactions.
- Assessing significant accounting estimates for bias.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LADBROKE ENTERTAINMENTS LIMITED**

### *Identifying and responding to risks of material misstatement due to non-compliance with laws and regulations*

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience and through discussion with the directors (as required by auditing standards), and discussed with the directors the policies and procedures regarding compliance with laws and regulations.

The company is subject to laws and regulations that directly affect the financial statements including financial reporting legislation (including related companies legislation), distributable profits legislation and taxation legislation and we assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

This company, as a holding company, is not subject to other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements.

### *Context of the ability of the audit to detect fraud or breaches of law or regulation*

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remained a higher risk of non-detection of fraud, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are designed to detect material misstatement. We are not responsible for preventing non-compliance or fraud and cannot be expected to detect non-compliance with all laws and regulations.

### **Strategic report and directors' report**

The directors are responsible for the strategic report and the directors' report. Our opinion on the financial statements does not cover those reports and we do not express an audit opinion thereon.

Our responsibility is to read the strategic report and the directors' report 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 strategic report and the directors' report;
- in our opinion the information given in those reports for the financial year is consistent with the financial statements; and
- in our opinion those reports have been prepared in accordance with the Companies Act 2006.

### **Matters on which we are required to report by exception**

Under the Companies Act 2006 we are required to report to you if, in our opinion:

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

We have nothing to report in these respects.

### **Directors' responsibilities**

As explained more fully in their statement set out on page 5, the directors are responsible for: the preparation of the financial statements and for 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 LADBROKE ENTERTAINMENTS LIMITED

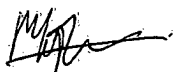
### Auditor's responsibilities

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 our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

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

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 Flanagan (Senior Statutory Auditor)**  
**for and on behalf of KPMG LLP, Statutory Auditor**  
*Chartered Accountants*  
St Nicolas House  
Park Row  
Nottingham  
NG1 6FQ  
22 December 2021

**LADBROKE ENTERTAINMENTS LIMITED**  
(Company Number 789497)

**INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	2020 £'000	2019 £'000
Other income		172	260
Interest receivable from group undertakings	7	30	41
<b>Profit before taxation</b>		<b>202</b>	<b>301</b>
Taxation	8	-	-
<b>Profit for the financial year and total comprehensive income for the year attributable to equity holders</b>		<b>202</b>	<b>301</b>
Attributable to:			
Equity holders of the parent		<b>202</b>	<b>301</b>

All items dealt with in arriving at the profit before taxation relate to continuing operations.

There are no items of other comprehensive income in the year presented. Therefore, no separate statement of comprehensive income has been prepared.

The notes on pages 10 to 14 form an integral part of these financial statements.



**LADBROKE ENTERTAINMENTS LIMITED**  
(Company Number 789497)

**BALANCE SHEET AS AT 31-DECEMBER 2020**

	Note	2020 £'000	2019 £'000
<b>Current assets</b>			
Trade and other receivables	9	2,249	2,047
<b>Net assets</b>		<u>2,249</u>	<u>2,047</u>
<b>Shareholders' funds</b>			
Called up share capital	10	8,820	8,820
Profit and loss account		<u>(6,571)</u>	<u>(6,773)</u>
<b>Total shareholders' funds</b>		<u>2,249</u>	<u>2,047</u>

The financial statements on pages 7 to 14 were approved by the board of directors 15 December 2021 and were signed on its behalf by:



S Smith  
Director

15 December 2021

**LADBROKE ENTERTAINMENTS LIMITED**  
(Company Number 789497)

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2020**

	Notes	Issued share capital	Retained earnings	Total shareholder's equity
		£'000	£'000	£'000
<b>As at 1 January 2019</b>	10	<b>8,820</b>	<b>(7,074)</b>	<b>1,746</b>
Profit for the financial year and total comprehensive income		-	301	301
<b>At 31 December 2019</b>	10	<b>8,820</b>	<b>(6,773)</b>	<b>2,047</b>
Profit for the financial year and total comprehensive income		-	202	202
<b>At 31 December 2020</b>	10	<b>8,820</b>	<b>(6,571)</b>	<b>2,249</b>

The notes on pages 10 to 14 form an integral part of these financial statements.

**Notes to the financial statements for the year ended 31 December 2020**

**1. Corporate information**

Ladbroke Entertainments Limited ('the Company') is a private company limited by share capital incorporated and domiciled in England and Wales within the United Kingdom. The address of its registered office and principal place of business is disclosed in the Directors' Report.

The financial statements of the Company for the year ended 31 December 2020 were authorised to issue in accordance with a resolution of the directors.

The Company's financial statements are presented in Sterling, which is also the Company's functional currency, and all values are rounded to the nearest thousand pounds (£'000) except when otherwise indicated. The Company's financial statements are individual entity financial statements.

**2. Basis of preparation**

These financial statements were prepared in accordance with The Companies Act 2006 as applicable to companies using Financial Reporting Standard 101 Reduced Disclosure Framework (FRS 101) and in accordance with applicable accounting standards. The financial statements are prepared under the historical cost convention.

The Company's financial statements are presented in Sterling, which is also the Company's functional currency, and all values are rounded to the nearest thousand pounds (£'000) except when otherwise indicated. The Company's financial statements are individual entity financial statements.

The accounting policies which follow in note 1 set out those policies which apply in preparing the financial statements for the year ended 31 December 2020. These policies have been applied consistently other than those newly adopted in the year.

The Company has taken advantage of the following disclosure exemptions under FRS 101:

- IAS 1 Presentation of Financial Statements
- the requirements of IAS 7 Statement of Cash Flows;
- the requirements of IAS 16.73 (e) comparative information
- IAS 8.30-31 Accounting Policies, Changes in Accounting Estimates and Errors;
- IAS 24 Related Party Disclosures
- the requirements of paragraph 17 of IAS 24;
- Disclosures in respect of the compensation of Key Management Personnel; and
- Disclosures of transactions with a management entity that provides key management personnel services to the Company.

As the consolidated financial statements of Entain Plc (formerly known as GVC Holdings Plc) include the equivalent disclosures, the Company has also taken the exemptions under FRS 101 available in respect of the following disclosures:

- Certain disclosures required by IFRS 13 Fair Value Measurement and the disclosures required by IFRS 7 Financial Instrument Disclosures.
- IFRS 2 Share based payments

**New standards and IFRIC interpretations**

The Company has adopted the following IFRSs in these financial statements:

- Amendments to IAS 8; Accounting Policies, Changes in Accounting Estimates and Errors.
- Amendments to IAS 39; Financial Instruments
- Amendments to IFRS 3; Business Combinations
- Amendments to IFRS 7; Financial Instruments, Disclosures
- Amendments to IFRS 9; Financial Instruments.

These new accounting standards, or amendments to accounting standards, or IFRIC interpretations that are effective for the period ended 31 December 2020, did not have a material impact on the company.

**Notes to the financial statements for the year ended 31 December 2020 (continued)**

**3. Key judgements and sources of estimation uncertainty**

The preparation of financial statements requires management to make assumptions, estimates and judgements that affect the amounts reported as assets and liabilities as at the balance sheet date and the amounts reported as revenues and expenses during the year.

Use of available information and application of judgement are inherent in the formation of estimates. Actual results in the future may differ from those reported.

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. The following estimates are dependent upon assumptions which could change in the next financial year and have a material effect on the carrying amounts of assets and liabilities recognised at the balance sheet date:

**Financial assets**

Financial assets are recognised when the Company becomes party to the contracts that give rise to them. At 31 December 2020, the Company had only financial assets classified as loans and receivables.

**4. Summary of significant accounting policies**

**4.1 Going concern**

The financial statements have been prepared on a going concern basis which the directors consider to be appropriate for the following reasons.

The company is a subsidiary of the Group headed by Entain plc (the Group). Consequently, the ability of the Company to continue as a going concern is based on the ability of the Group to continue as a going concern.

The Group has prepared financial forecasts comprising operating profit, balance sheet and cash flows covering the 36-month period to 2024. In preparing these forecasts, the directors have assessed the impact of the Covid-19 outbreak on the business and have revised the cash flow forecasts for 2022 to take account of the consequent reduction in profits and net cash inflows. These revised forecasts indicate that the Company will remain within its present facilities and that there is sufficient covenant headroom even under the sensitised downside scenarios.

Consequently, the directors are confident that the Company will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements and therefore have prepared the financial statements on a going concern basis.

**4.2 Financial assets**

Financial assets are recognised when the Company becomes party to the contracts that give rise to them. At 31 December 2020, the Company's financial assets include cash and other receivables, being amounts owed by group undertakings.

**4.3 Derecognition of financial assets**

Financial assets are derecognised when the right to receive cash flows from the assets has expired or when the Company has transferred its contractual right to receive the cash flows from the financial assets or has assumed an obligation to pay the received cash flows in full without material delay to a third party, and either:

- substantially all the risks and rewards of ownership have been transferred; or
- substantially all the risks and rewards have neither been retained nor transferred but control is not retained.

**4.4 Finance income**

Finance income is recognised on an accruals basis for interest bearing loans with other group subsidiaries and recognised in the income statement.

**Notes to the financial statements for the year ended 31 December 2020 (continued)**

**4. Summary of significant accounting policies (continued)**

**4.5 Income tax**

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted by the balance sheet date.

Deferred income tax is recognised on all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements, with the following exceptions:

- When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.
- Deferred income tax assets are recognised only to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, carried forward tax credits or tax losses can be utilised.

Deferred income tax assets and liabilities are measured on an undiscounted basis at the tax rates that are expected to apply when the related asset is realised or liability settled, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

The carrying amount of deferred income tax assets is reviewed at each balance sheet date.

Income tax is charged or credited to other comprehensive income. Similarly, income tax is charged or credited directly to equity if it relates to items that are credited or charged directly to equity. Otherwise income tax is recognised in the income statement.

**5. Operating profit**

Other income includes royalty income from distribution of feature films.

Audit fees for the audit of the financial statements of £1,500 have been borne by another group company (2019: £1,500). The Company was also exempt from this requirement to submit audited financial statements in the prior year.

**6. Directors and employees**

The directors who have served during the year are also directors of other undertakings within the Group and spend an immaterial amount of their time on activities relating to the company. As such, none of their remuneration is considered to be for qualifying services to the company (2019: £nil).

All operations of the Company are undertaken by employees of other group companies, and their respective emoluments have not been included in these financial statements.

**7. Interest receivable from group undertakings**

	<b>2020</b>	<b>2019</b>
	<b>£'000</b>	<b>£'000</b>
From group undertakings	<u>30</u>	<u>41</u>
	<u>30</u>	<u>41</u>

**8. Taxation**

<b>a) Tax charged in the income statement</b>	<b><u>2020</u></b>	<b><u>2019</u></b>
	<b>£'000</b>	<b>£'000</b>
Current tax		
UK corporation tax	-	-
<b>Tax expense in the income statement</b>	<u>-</u>	<u>-</u>

**LADBROKE ENTERTAINMENTS LIMITED**  
(Company Number 789497)

**Notes to the financial statements for the year ended 31 December 2020 (continued)**

**8. Taxation (continued)**

**b) Reconciliation of the total tax charge**

A reconciliation of income tax expense applicable to profit before taxation at the UK statutory income rate to the income tax result for the year ended 31 December 2020 and 31 December 2019 is as follows:

	<u>2020</u> £'000	<u>2019</u> £'000
Profit before taxation	202	301
Profit before taxation multiplied by standard rate of corporation tax in the UK of 19.00% (2019 –19.00%)	38	57

**Adjusted for the effects of:**

Non taxable income	(25)	(38)
Group relief claimed from other group companies	(13)	(19)
<b>Total tax expense reported in the income statement</b>	<u>-</u>	<u>-</u>

**c) Changes in corporation tax**

In the Budget on 11 March 2020 the Chancellor announced that the standard rate of UK Corporation Tax would increase from the planned 17% rate to 19% on 1 April 2020. This change was substantively enacted on 17 March 2020 and therefore the deferred tax assets and liabilities at the balance sheet date are calculated at the substantively enacted rate of 19%.

In the Budget on 3 March 2021 the Chancellor announced that the standard rate of UK Corporation Tax would increase from the planned 19% rate to 25% on 1 April 2023. This change was enacted on 24 May 2021.

**Deferred tax**

There are no recognised or unrecognised deferred tax assets or liabilities (2019: £nil).

**9. Trade and other receivables**

	<u>2020</u> £'000	<u>2019</u> £'000
Amounts due from group undertakings	2,249	2,047

Amounts owed by other group undertakings are included under amounts falling due within one year where they are subject to repayment at any time by either the Lender or the Borrower giving written notice to the other. Amounts owed by group companies bear interest at a rate linked to the group's borrowing costs.

**10. Called up share capital**

	<u>2020</u> £'000	<u>2019</u> £'000
<b>Issued, called up and fully paid:</b>		
8,820,000 (2019: 8,820,000) ordinary shares of £1 each	8,820	8,820

**11. Related party transactions**

The Company has taken advantage of the exemption under paragraph 8(k) of FRS 101 not to disclose transactions with fellow wholly-owned subsidiaries.

**LADBROKE ENTERTAINMENTS LIMITED**  
(Company Number 789497)

**12. Immediate and ultimate parent undertaking**

The immediate parent undertaking of the company at the year end was Ladbrokes Coral Group Limited, a company registered in England and Wales. The ultimate parent company was Entain plc. The largest and smallest group preparing consolidated group financial statements which include the company is Entain plc for the year ended 31 December 2020.

Copies of the Annual Report and Accounts of Entain plc can be obtained from the registered office of that company at 3rd Floor, One New Change, London, United Kingdom, EC4M 9AF.