

Liberty Radio Limited

REPORT AND FINANCIAL STATEMENTS

28 February 2018

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30/11/2018
COMPANIES HOUSE

Company Registration No. 02803478

Liberty Radio Limited

DIRECTORS AND OFFICERS

DIRECTORS

Mauricio Luis de Medeiros (Resigned 21 August 2017)
Michael Deodat Boodram (Resigned 21 August 2017)
Mr Guilherme Luiz Oliveira Castro (Appointed 21 August 2017)
Mr Roland Carvalho Barretto Schlenker (Appointed 21 August 2017)
Mr Guilherme Luiz Oliveira Castro (Resigned 06 June 2018)
Mr Nuno Álvaro de Castro Bacala (Appointed 06 June 2018)

SECRETARY

Mauricio Luis de Medeiros (Resigned 21 August 2017)
Mr Guilherme Luiz Oliveira Castro (Appointed 21 August 2017)
Mr Guilherme Luiz Oliveira Castro (Resigned 06 June 2018)
Mr Nuno Álvaro de Castro Bacala (Appointed 06 June 2018)

COMPANY NUMBER

02803478 (England and Wales)

REGISTERED OFFICE

232 Seven Sisters Road
Finsbury Park
London
N4 3NX

AUDITOR

RSM UK Audit LLP
Chartered Accountants
St Philips Point
Temple Row
Birmingham
B2 5AF

Liberty Radio Limited

DIRECTORS' REPORT

The directors present their report and financial statements of Liberty Radio Limited for the year ended 28 February 2018. The directors as disclosed on page 1 "Directors and Officers" held office throughout the year as stated.

REVIEW OF PRINCIPAL ACTIVITIES

The principal activity of the company during the year has continued to be that of radio broadcasting via satellite (BSkyB) and the internet. The directors are satisfied with the results for the year.

DIRECTORS

Qualifying third party indemnity provision is in place for the benefit of all directors of the company.

KEY PERFORMANCE INDICATORS

Gross profit levels are a key performance measure for the business. The direction taken for its sustainable growth will be to focus and fulfil a market niche for inspirational contemporary music and messages.

RISKS AND UNCERTAINTIES

The commercial radio market in the UK is fairly concentrated; progress in this market is measured by reference to share of commercial listening and share of advertising.

The challenge ahead is to upgrade services to improve our output to our listeners and attract advertisers to achieve the maximum standards in a developing and competitive media industry.

FUTURE DEVELOPMENT

We are looking to extend our services on the Digital Audio Broadcasting ("DAB") platform. We know that the future of the radio broadcasting industry relies heavily on using the DAB technology and will seize this opportunity when more stations are opened in the near future. The Board believes in the future of DAB and the current opportunities afforded by the Sky agreement mean that it is able to focus on launching services on Sky Digital initially and give more consideration to when is the right time to enter into negotiations to secure DAB carriage.

New programmes have been added from March 2018 including live shows to increase interactivity with listeners. All existing shows and adverts have been revamped feeding the listeners with fresh new content daily. Daily convergence with social media has been exposing Liberty Radio to the general public.

Refurbishment of the radio studio and upgrading of our systems began in June 2018 to include radio visualization of our programmes so we can have a better presence on social networks and increase our listenership. A live web show is also planned once the refurbishments are complete so viewers will be able to watch live and interact with the presenters through social media and live chat.

AUDITOR

The auditor, RSM UK Audit LLP, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITOR

The directors who were in office on the date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant audit information of which the auditor is unaware. Each of the directors have confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the Board of Directors



Roland Carvalho Barretto Schlenker

15 November 2018

Liberty Radio Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF 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 the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards 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 those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and accounting estimates that are reasonable and prudent;
- c. 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 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIBERTY RADIO LIMITED

Opinion

We have audited the financial statements of Liberty Radio Limited (the 'company') for the year ended 28 February 2018 which comprise the profit and loss account, balance sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 28 February 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 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 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

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. 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.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

We have nothing to report in this regard.

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

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIBERTY RADIO LIMITED (CONTINUED)

Matters on which we are required to report by exception

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 material misstatements in the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us 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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirement to prepare a strategic report or in preparing the directors' report.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 3, 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 Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities> This description forms part of our auditor's report.

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.

RSM UK Audit LLP

STEPHANIE WARBOYS (Senior Statutory Auditor)

For and on behalf of RSM UK Audit LLP, Statutory Auditor

Chartered Accountants

St Philips Point

Temple Row

Birmingham

B2 5AF

28 November 2018

Liberty Radio Limited

PROFIT AND LOSS ACCOUNT

for the year ended 28 February 2018

	<i>Notes</i>	2018 £	2017 £
TURNOVER	1	243,348	245,023
Cost of sales		(90,402)	(65,757)
Gross profit		152,946	179,266
Other operating expenses		(27,777)	(11,546)
OPERATING PROFIT		125,169	167,720
Investment income	2	1,562	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	126,731	167,720
Taxation	5	-	-
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	10	126,731	167,720

Liberty Radio Limited

BALANCE SHEET (Company Registration No. 02803478)

28 February 2018

	Notes	2018 £	2017 £
FIXED ASSETS			
Tangible assets	6	4,257	3,144
CURRENT ASSETS			
Debtors	7	13,285	8,456
Cash at bank and in hand		940,458	820,013
		953,743	828,469
CREDITORS: Amounts falling due within one year	8	(9,372)	(9,716)
NET CURRENT ASSETS		944,371	818,753
TOTAL ASSETS LESS CURRENT LIABILITIES		948,628	821,897
CAPITAL AND RESERVES			
Called up share capital	9	11,445,439	11,445,439
Profit and loss account	10	(10,496,811)	(10,623,542)
SHAREHOLDERS' FUNDS		948,628	821,897

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

The financial statements on pages 6 to 11 were approved by the board of directors and authorised for issue on 15 November 2018 and are signed on its behalf by:



Roland Carvalho Barretto Schlenker
Director

Liberty Radio Limited

ACCOUNTING POLICIES

GENERAL INFORMATION

Liberty Radio Limited ("the Company") is a private company limited by shares and incorporated in England. The registered office address of the Company is 232 Seven Sisters Road, Finsbury Park, London, N4 3NX. The company forms part of a public benefit group (See Note 12).

BASIS OF ACCOUNTING

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

The financial statements have been drawn up in sterling, which is the functional currency. Amounts are rounded to the nearest £1, unless otherwise stated.

GOING CONCERN

The accounts have been prepared on the going concern basis. The group has prepared cash flow forecasts, which include the budgeted results and forecast results of Liberty Radio Limited. On this basis, the Directors are satisfied that Liberty Radio Limited will be able to meet its financial obligations as and when they fall due for a period of a minimum twelve months from the date of signing the financial statements.

TURNOVER

Turnover represents the invoiced value, net of value added tax, of broadcasting and marketing services provided to customers. Turnover is recognised on an accruals basis, when the services are provided.

TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	25% reducing balance
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DEFERRED TAXATION

Provision is made for taxation deferred or accelerated by the effect of timing differences, to the extent that it is probable that a liability or asset will crystallise, at the rate expected to be ruling at that date. A deferred tax asset is not recognised to the extent that the transfer of economic benefit in future is uncertain.

TAXATION

The current tax charge is calculated on taxable profits for the current financial year.

Liberty Radio Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2018

1 TURNOVER

The total turnover of the company for the current and preceding year has been derived from its principal activity wholly undertaken in the United Kingdom.

2	INVESTMENT INCOME	2018	2017
		£	£

Interest received	1,562	-
	<u> </u>	<u> </u>

3	PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2018	2017
		£	£

Profit on ordinary activities before taxation is stated after charging:

Depreciation of tangible assets:

Charge for the year:

Owned assets	1,419	1,048
	<u> </u>	<u> </u>

4 EMPLOYEES

There were no employees during either year apart from the directors. The directors received no remuneration in either year.

5 TAXATION

The company has available tax losses carried forward of approximately £2,943,300 (2017- £3,264,343).

Liberty Radio Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2018

6 TANGIBLE FIXED ASSETS

	Plant and machinery
	£
COST	
At 1 March 2017	75,327
Additions	2,784
Disposals	(1,147)
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At 28 February 2018	76,964
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DEPRECIATION	
At 1 March 2017	72,183
Charge for the year	1,419
Disposals	(895)
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At 28 February 2018	72,707
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NET BOOK VALUE	
At 28 February 2018	4,257
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At 29 February 2017	3,144
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7	DEBTORS	2018	2017
		£	£
	Due within one year:		
	Other debtors	4,399	-
	Prepayments and accrued income	8,886	8,456
		<hr/>	<hr/>
		13,285	8,456
		<hr/>	<hr/>

8	CREDITORS: Amounts falling due within one year	2018	2017
		£	£
	Trade creditors	3,383	2,631
	Other creditors	-	2,334
	Accruals & deferred income	5,989	4,751
		<hr/>	<hr/>
		9,372	9,716
		<hr/>	<hr/>

Liberty Radio Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2018

9	SHARE CAPITAL	2018	2017
		£	£
	ALLOTTED, CALLED UP AND FULLY PAID		
	11,445,439 ordinary shares of £1 each	11,445,439	11,445,439

10	PROFIT AND LOSS ACCOUNT	
		£
	Balance at 1 March 2017	(10,623,542)
	Profit for the year	126,731
	Balance at 28 February 2018	(10,496,811)

11 CONSOLIDATED ACCOUNTS

The immediate and ultimate parent undertaking is UCKG HelpCentre, a Registered Charity, No. 1043985, registered in England and Wales, whose registered office is 232 Seven Sisters Road, Finsbury Park, London, N4 3NX. UCKG HelpCentre acquired the company from Universal Difusão on 28 March 2006. UCKG HelpCentre prepares consolidated accounts which can be obtained from the Charity Commission (www.charitycommission.gov.uk). There is no ultimate controlling party.

12 RELATED PARTY TRANSACTIONS

During the year Liberty Radio provided advertising services of £243,348 (2017:£245,023) to its parent UCKG HelpCentre.