

Al Jazeera Satellite Channel Limited
Company Limited by Guarantee
Financial Statements
For the year ended
31 December 2021



Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 December 2021

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Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Officers and Professional Advisers

The board of directors

M AI Suwaidan
AMAI Mahmoud

Registered office

Level 16, The Shard
32 London Bridge Street
London
England
SE1 9SG

Auditor

Moore Kingston Smith LLP
Chartered accountants & statutory auditor
Devonshire House
60 Goswell Rd
Barbican
London
EC1M 7AD

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Strategic Report

Year ended 31 December 2021

Review of the Business

The company's principal activities during the year continued to be the provision of satellite broadcasting services.

The company is a predominantly a service based organisation, established to provide a news and current affairs service to the general public worldwide and is financed by the Qatari Government.

The key financial and other performance indicators during the year were considered to be turnover, gross profit, net profit, shareholders funds and employee numbers. These can be summarised for the current and prior period as follows:-

Turnover - £1,361k (2020 - £1,513k)
Gross profit - £194k (2020 - £300k)
Net profit - £61k (2020 - £69k)
Shareholders funds - £532k (2020 - £472k)
Employee numbers - 8 (2020 - 8)

2021 was again dominated by the Coronavirus Pandemic. This continued to have a material impact on the company's programme making and operational activities however the results are in line with the Board's expectation. The company will continue to adapt to the Pandemic and variants as they arise in 2022 and beyond with all stakeholders interests, especially its employees, considered.

The company has assurances from related parties that they will continue their financial and operating support in the basis of which the Board has confirmed that it considers the company to be a going concern. Thus the financial statements have been prepared on a going concern basis.

Principal risks and uncertainties

The company's business is exposed to a number of risks and uncertainties, which could, either on their own or in combination with others, potentially have a material adverse effect on the company's strategy, business, performance, results, financial or trading condition and/or reputation.

One such risk is political risk. For instance, governments may alter fiscal or other terms governing broadcasting or media operations. To mitigate this risk the company conforms rigidly to Ofcom requirements and all other statutes relevant to the company's activities.

Another risk is cyber-attack leading to system denial or significant reputational damage, for example the ability to broadcast our programmes or personnel and sensitive data being compromised.

The risk is mitigated by employing sophisticated up to date integral security systems, running internal awareness campaigns and employing sophisticated disaster recovery management tools.

Future developments

No major developments are planned for the ensuing year. The Board wishes to consolidate the processes that have made the company a household name and ensure that it retains a market share in the media industry.

Key service points

Several factors contribute to the effectiveness of our services, but the following key values are the foundations of the company.

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Strategic Report *(continued)*

Year ended 31 December 2021

People

The company's employees are its most important asset. Our human resources policy aims at a lasting relationship with our personnel. This allows us to develop processes for the benefit of our clients' development projects.

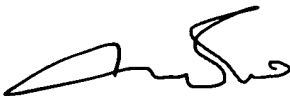
The company follows best practice employment policies, which espouses equal opportunities for all employees, irrespective of sex, race, colour, disability or marital status.

The company encourages employee involvement in policy decisions relating to the content produced and aired by the company by means of regular communication programmes, meetings and conferences.

Integrity

A lot of emphasis is made on ethical values both with our suppliers as well as personnel which has ensured long term relationships which are essential to the growth of the company.

This report was approved by the board of directors on ...16th March 2022... and signed on behalf of the board by:



M AI Suwaidan
Director

Registered office:
Level 16, The Shard
32 London Bridge Street
London
England
SE1 9SG

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Directors' Report

Year ended 31 December 2021

The directors present their report and the financial statements of the company for the year ended 31 December 2021.

Directors

The directors who served the company during the year were as follows:

M AI Suwaidan
AMAI Mahmoud

Dividends

The directors do not recommend the payment of a dividend.

Disclosure of information in the strategic report

The company has chosen to set out in the strategic report information about the future developments of the company and the financial instruments.

Directors' responsibilities statement

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 UK adopted International Financial Reporting Standards. 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 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 judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK adopted International Financial Reporting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and 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.

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Directors' Report *(continued)*

Year ended 31 December 2021

Auditor

Each of the persons who is a director at the date of approval of this report confirms that:

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

This report was approved by the board of directors on ...16th March 2022... and signed on behalf of the board by:



M AI Suwaidan
Director

Registered office:
Level 16, The Shard
32 London Bridge Street
London
England
SE1 9SG

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Al Jazeera Satellite Channel Limited

Year ended 31 December 2021

Opinion

We have audited the financial statements of Al Jazeera Satellite Channel Limited (the 'company') for the year ended 31 December 2021 which comprise of the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity, the Statement of Cash Flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and UK adopted international accounting standards and as applied in accordance with the provisions of the Companies Act 2006.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with UK adopted international accounting standards; 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 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

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Al Jazeera Satellite Channel Limited

Year ended 31 December 2021

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

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 strategic report or the directors' report.

We have nothing to report in respect of the following matters where 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.

Responsibilities of directors

As explained more fully in the directors' responsibilities 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, 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Al Jazeera Satellite Channel Limited

Year ended 31 December 2021

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the company.

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Al Jazeera Satellite Channel Limited

Year ended 31 December 2021

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the company and considered that the most significant are the Companies Act 2006, UK adopted international accounting standards, and UK taxation legislation.
- We obtained an understanding of how the company complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Independent Auditor's Report to the Members of Al Jazeera Satellite Channel Limited

Year ended 31 December 2021

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 for no purpose other than to draw to the attention of the company's members those matters which we are required to include in an auditor's report addressed to them. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the company and company's members as a body, for our work, for this report, or for the opinions we have formed.

Moore Kingston Smith

17 March 2022

Moore Kingston Smith LLP

Moore Kingston Smith LLP
Chartered accountants and statutory auditor
Charlotte Building
17 Gresse Street
London
W1T 1QL

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Income Statement

Year ended 31 December 2021

		2021	2020
	Note	£	£
Turnover	5	1,360,679	1,512,616
Cost of sales		<u>(1,166,346)</u>	<u>(1,212,407)</u>
Gross profit		194,333	300,209
Administrative expenses		<u>(118,244)</u>	<u>(215,022)</u>
Operating profit	6	76,089	85,187
Profit before taxation		<u>76,089</u>	<u>85,187</u>
Tax on profit	10	<u>(15,553)</u>	<u>(16,186)</u>
Profit for the financial year		<u>60,536</u>	<u>69,001</u>

All the activities of the company are from continuing operations.

The company has no other recognised items of income and expenses other than the results for the year as set out above.

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Statement of Financial Position

31 December 2021

	Note	2021 £	2020 £
Current assets			
Trade and other receivables	12	572,609	411,051
Cash at bank and in hand		123,965	162,641
		<u>696,574</u>	<u>573,692</u>
Current liabilities	13	(164,497)	(102,151)
Net current assets		<u>532,077</u>	<u>471,541</u>
Total assets less current liabilities		<u>532,077</u>	<u>471,541</u>
Net assets		<u>532,077</u>	<u>471,541</u>
Capital and reserves			
Profit and loss account		<u>532,077</u>	<u>471,541</u>
Members funds		<u>532,077</u>	<u>471,541</u>

These financial statements were approved by the board of directors and authorised for issue on 16th March 2022, and are signed on behalf of the board by:



M AI Suwaidan
Director

Company registration number: 03466258

The notes on pages 15 to 21 form part of these financial statements.

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Statement of Changes in Equity

Year ended 31 December 2021

	Profit and loss account £
At 1 January 2020	402,540
Profit for the year	<u>69,001</u>
Total comprehensive income for the year	69,001
At 31 December 2020	471,541
Profit for the year	<u>60,536</u>
Total comprehensive income for the year	60,536
At 31 December 2021	<u><u>532,077</u></u>

The notes on pages 15 to 21 form part of these financial statements.

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 December 2021

	2021 £	2020 £
Cash flows from operating activities		
Profit for the financial year	60,536	69,001
<i>Adjustments for:</i>		
Tax on profit	15,553	16,186
<i>Changes in:</i>		
Trade and other debtors	(161,558)	1,363
Trade and other creditors	67,883	(23,570)
Cash generated from operations	(17,586)	62,980
Tax paid	(16,186)	(18,772)
Net cash (used in)/from operating activities	(33,772)	44,208
Cash flows from financing activities		
Proceeds from loans from group undertakings	(4,904)	19,701
Net cash (used in)/from financing activities	(4,904)	19,701
Net (decrease)/increase in cash and cash equivalents	(38,676)	63,909
Cash and cash equivalents at beginning of year	162,641	98,732
Cash and cash equivalents at end of year	123,965	162,641

The notes on pages 15 to 21 form part of these financial statements.

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 December 2021

1. General information

The company is a private company limited by guarantee, registered in England and Wales. The address of the registered office is Level 16, The Shard, 32 London Bridge Street, London, England, SE1 9SG.

2. Statement of compliance

The financial statements have been prepared in accordance with UK adopted International Financial Reporting Standards and IFRIC interpretations and with those parts of the Companies Act 2006 applicable to companies reporting under IFRS.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

The company receives its funding from the parent entity Al Jazeera Media Network, Qatar. The parent company has confirmed the support will continue for a period of at least 12 months from the date of approval of the financial statements. Consequently, the directors are confident that the company will have sufficient funds to meet its liabilities as they fall due to at least 12 months from the approval of the financial statements and have therefore have prepared the financial statements on the going concern basis.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Significant judgements

There are no judgements (apart from those involving estimations) that management has made in the process of applying the entity's accounting policies and that have the most significant effect on the amounts recognised in the financial statements.

Key sources of estimation uncertainty

Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome. There are no key assumptions and other sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

3. Accounting policies *(continued)*

Revenue recognition

Revenue represents invoiced sales of services excluding VAT. Revenue is derived almost entirely from services provided to Al Jazeera Media Network based in the state of Qatar, the ultimate parent undertaking and is recognised when the company has a right to receive the income.

Revenue from the rendering of services is measured by reference to the stage of completion of the service transaction at the end of the reporting period provided that the outcome can be reliably estimated. When the outcome cannot be reliably estimated, revenue is recognised only to the extent that it is probable the expenses recognised will be recovered.

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all material timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised 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 that are expected to apply to the reversal of the timing difference.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Company limited by guarantee

The company is limited by guarantee and does not have any shares. The sole member of the company has undertaken to contribute £1 towards the assets of the company in the event that a contribution is required upon the winding up of the company.

5. Turnover

Turnover arises from:

	2021	2020
	£	£
Rendering of services	<u>1,360,679</u>	<u>1,512,616</u>

The whole of the turnover is attributable to the principal activity of the company wholly undertaken in the United Kingdom.

6. Operating profit

Operating profit is stated after charging:

	2021	2020
	£	£
Foreign exchange differences	<u>395</u>	<u>437</u>

7. Auditor's remuneration

	2021	2020
	£	£
Fees payable for the audit of the financial statements	<u>8,512</u>	<u>5,500</u>

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

8. Staff costs

The average number of persons employed by the company during the year, including the directors, amounted to:

	2021 No.	2020 No.
Production staff	6	6
Administrative staff	1	2
	<u>7</u>	<u>8</u>

The aggregate payroll costs incurred during the year, relating to the above, were:

	2021 £	2020 £
Wages and salaries	857,183	1,000,424
Social security costs	79,633	95,157
Other pension costs	42,929	48,280
	<u>979,745</u>	<u>1,143,861</u>

9. Directors' remuneration

The directors' aggregate remuneration in respect of qualifying services was:

	2021 £	2020 £
Remuneration	<u>57,168</u>	<u>57,168</u>

No directors received any contributions to a pension scheme in the current or prior year.

10. Tax on profit

Major components of tax expense

	2021 £	2020 £
Current tax:		
UK current tax expense	15,553	16,186
Tax on profit	<u>15,553</u>	<u>16,186</u>

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

10. Tax on profit *(continued)*

Reconciliation of tax expense

The tax assessed on the profit on ordinary activities for the year is higher than (2020: the same as) the standard rate of corporation tax in the UK of 19% (2020: 19%).

	2021 £	2020 £
Profit on ordinary activities before taxation	76,089	85,187
Profit on ordinary activities by rate of tax	14,457	16,186
Effect of expenses not deductible for tax purposes	57	—
Other short term timing differences	1,039	—
Tax on profit	15,553	16,186

11. Investments

	Shares in group undertakings £
Cost	
At 1 January 2021 and 31 December 2021	1
Impairment	
At 1 January 2021 and 31 December 2021	1
Carrying amount	
At 31 December 2021	—
At 31 December 2020	—

Subsidiaries, associates and other investments

The company owns the entire share capital of Al Jazeera Satellite Channel II Limited, a dormant company incorporated in the United Kingdom and a registered office of Level 16, The Shard, 32 London Bridge Street, London, England SE1 9SG.

12. Trade and other receivables

	2021 £	2020 £
Amounts owed by group undertakings	553,932	401,130
Other debtors	18,677	9,921
	572,609	411,051

At the year end, trade and other receivables of £572,609 (2020: £411,051) were due within 1 year, There were impairments of £ Nil (2020: £ Nil) held against these balances

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

13. Current liabilities

	2021	2020
	£	£
Trade payables	26,747	8,509
Amounts owed to group undertakings	14,797	19,701
Accruals and deferred income	105,421	57,755
Social security and other taxes	15,553	16,186
Other creditors	1,979	–
	<u>164,497</u>	<u>102,151</u>

Contractual maturities of financial liabilities:

As at 31 December 2021	Less than 6 months	6 – 12 months	Between 1 – 2 years	Between 2 – 5 years	Over 5 years	Total contracted cashflow	Carrying amount of liabilities
	£	£	£	£	£	£	£
Trade payables	26,747					26,747	26,747
Amount owed to group undertakings	14,797					14,797	14,797
Accruals and deferred income	53,880					53,880	53,880
Other creditors	1,979					1,979	1,979
Total	97,403					97,403	97,403

As at 31 December 2020	Less than 6 months	6 – 12 months	Between 1 – 2 years	Between 2 – 5 years	Over 5 years	Total contracted cashflow	Carrying amount of liabilities
	£	£	£	£	£	£	£
Trade payables	8,509					8,509	8,509
Amount owed to group undertakings	19,701					19,701	19,701
Accruals and deferred income	29,713					29,713	29,713
Total	57,923					57,923	57,923

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

14. Employee benefits

Defined contribution plans

The amount recognised in profit or loss as an expense in relation to defined contribution plans was £42,929 (2020: £48,280).

15. Analysis of changes in gross equity

	At 1 Jan 2021	Cash flows	At 31 Dec 2021
	£	£	£
Cash at bank and in hand	162,641	(38,676)	123,965
Debt due within one year	(19,701)	4,904	(14,797)
	<u>142,940</u>	<u>(33,772)</u>	<u>109,168</u>

16. Related party transactions

The details of the related party transactions are as follows:-

During the year, the company made sales to Al Jazeera Network amounting to £1,275,924 (2020 - £1,512,615). The company also purchased goods from Al Jazeera International Limited amounting to £104,670 (2020 - £105,761).

The following were balances outstanding at the year end:-

Amounts due to the company

Al Jazeera Media Network	£551,281 (2020 - £398,479)
Al Jazeera Satellite Channel II Limited	£2,651 (2020 - £2,651)

Amounts due by the company

Al Jazeera International Limited	£14,797 (2020 - £19,701)
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17. Controlling party

Al Jazeera Network, the registered office of which is Television Roundabout, PO Box 23123, Doha, Qatar is the company's ultimate controlling party.

Al Jazeera Satellite Channel Limited

Company Limited by Guarantee

Management Information

Year ended 31 December 2021

The following pages do not form part of the financial statements.

Al Jazeera Satellite Channel Limited

Detailed Income Statement

Year ended 31 December 2021

	2021	2020
	£	£
Turnover		
Sales	1,360,679	1,512,616
Cost of sales		
Purchases	416,903	215,588
Wages and salaries	636,745	867,903
Social security costs	69,769	83,377
Pension costs	42,929	45,539
	<u>1,166,346</u>	<u>1,212,407</u>
Gross profit	<u>194,333</u>	<u>300,209</u>
Overheads		
Administrative expenses	118,244	215,022
Operating profit	<u>76,089</u>	<u>85,187</u>
Profit before taxation	<u>76,089</u>	<u>85,187</u>

Al Jazeera Satellite Channel Limited

Notes to the Detailed Income Statement

Year ended 31 December 2021

	2021 £	2020 £
Administrative expenses		
Directors salaries	57,168	57,168
Directors national insurance contributions	9,864	6,676
Wages and salaries	–	75,353
Staff national insurance contributions	–	5,104
Staff pension contributions	–	2,741
Rates and water	–	1,653
Insurance	18,363	33,229
Travel and subsistence	–	559
Telephone	8,486	8,051
Office expenses	–	1,769
Printing postage and stationery	–	57
Sundry expenses	2,136	(2)
Journals and subscriptions	2,079	2,552
Legal and professional fees	11,177	13,650
Auditors remuneration	8,512	5,500
Bank charges	64	525
Foreign currency gains/losses	395	437
	<u>118,244</u>	<u>215,022</u>