

# **Companies House Copy**

**AL JAZEERA SPORTS LIMITED**

**REPORT OF THE DIRECTORS AND**

**ABRIDGED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31 DECEMBER 2013**

FRIDAY



\*A3IOAQEI\*

A27

17/10/2014

#286

COMPANIES HOUSE

**AL JAZEERA SPORTS LIMITED**

**CONTENTS OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2013**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Report of the Independent Auditors</b>	<b>2</b>
<b>Statement of Financial Position</b>	<b>4</b>
<b>Notes to the Financial Statements</b>	<b>5</b>

**AL JAZEERA SPORTS LIMITED**

**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2013**

**DIRECTORS:**

K A M Al-Mulla  
M Al Suwaidan

**REGISTERED OFFICE:**

4 Churchill Court  
58 Station Road  
North Harrow  
Middlesex  
HA2 7ST

**BUSINESS ADDRESS:**

Westminster Tower  
3 Albert Embankment  
London  
SE1 7SL

**REGISTERED NUMBER:**

04167044 (England and Wales)

**AUDITORS:**

ADAMS MOORHOUSE, Chartered Accountants  
Statutory Auditors  
4 Churchill Court  
58 Station Road  
North Harrow  
Middlesex  
HA2 7ST

**BANKERS:**

Qatar National Bank  
51 Grosvenor Street  
London  
W1K 3HH

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF AL JAZEERA SPORTS LIMITED**

Although the company is only required to file a Statement of Financial Position, the Companies Act 2006 requires the accompanying Report of the Auditors to be a copy of our report to the members on the company's full Financial Statements and Report of the Directors. Readers are cautioned that the Statement of Profit or Loss and Other Comprehensive Income and certain other primary statements and the Report of the Directors, referred to in the copy of our Report of the Auditors, are not required to be filed with the Registrar of Companies.

We have audited the financial statements of Al Jazeera Sports Limited for the year ended 31 December 2013 on pages six to twenty. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the European Union.

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 a Report of the Auditors 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.

### **Respective responsibilities of directors and auditors**

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors, including 'APB Ethical Standard – Provisions Available for Small Entities (Revised)', in the circumstances set out in note sixteen to the financial statements.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2013 and of its loss for the year then ended;
- have been properly prepared in accordance with IFRSs as adopted by the European Union; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
AL JAZEERA SPORTS LIMITED**

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

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; or
- the directors were not entitled to take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.



S R Mamdani FCA FCCA (Senior Statutory Auditor)  
for and on behalf of ADAMS MOORHOUSE, Chartered Accountants  
Statutory Auditors  
4 Churchill Court  
58 Station Road  
North Harrow  
Middlesex  
HA2 7ST

Date: ..... 15/2/2014 .....

**STATEMENT OF FINANCIAL POSITION**  
**31 DECEMBER 2013**

	Notes	2013 £	2012 as restated £
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	3	<u>1,206</u>	<u>509</u>
<b>CURRENT ASSETS</b>			
Trade and other receivables	4	11,632	997,696
Cash and cash equivalents	5	<u>647,980</u>	<u>1,098,308</u>
		<u>659,612</u>	<u>2,096,004</u>
<b>TOTAL ASSETS</b>		<u><u>660,818</u></u>	<u><u>2,096,513</u></u>
<b>EQUITY</b>			
<b>SHAREHOLDERS' EQUITY</b>			
Called up share capital	6	100	100
Retained earnings	7	<u>120,200</u>	<u>276,294</u>
<b>TOTAL EQUITY</b>		<u><u>120,300</u></u>	<u><u>276,394</u></u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	8	181,074	1,137,121
Tax payable		52,749	259,051
Provisions	9	<u>306,695</u>	<u>423,947</u>
		<u>540,518</u>	<u>1,820,119</u>
<b>TOTAL LIABILITIES</b>		<u><u>540,518</u></u>	<u><u>1,820,119</u></u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>660,818</u></u>	<u><u>2,096,513</u></u>

The financial statements have been prepared and delivered in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on .....19.02.2014..... and were signed on its behalf by:

.....  
M Al Suwaidan - Director

## **AL JAZEERA SPORTS LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS** **FOR THE YEAR ENDED 31 DECEMBER 2013**

#### **1. ACCOUNTING POLICIES**

##### **Basis of preparation**

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

##### **Revenue recognition**

Revenue represents net invoiced sales of services, excluding value added tax.

##### **Property, plant and equipment**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment - 15% on cost

##### **Taxation**

Current taxes are based on the results shown in the financial statements and are calculated according to transfer pricing provisions as applicable to the company.

Tax on the income or loss for the year comprises current and deferred tax. Income tax is charged or credited directly to the income statement.

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 enacted or substantively enacted at the statement of financial position date.

Deferred tax is recognised on all temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements with the exception of deferred income tax assets which are recognised only to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences, carried forward tax credits or tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and deferred tax liabilities are offset only if a legally enforceable right exists to set off current tax assets against current income tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

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 is settled, based on tax rates and laws enacted or substantively enacted at the statement of financial position date

##### **Research and development**

Expenditure on research and development is written off in the year in which it is incurred.

## **AL JAZEERA SPORTS LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS - continued** **FOR THE YEAR ENDED 31 DECEMBER 2013**

#### **1. ACCOUNTING POLICIES - continued**

##### **Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

##### **Employee benefit costs**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the income statement in the period to which they relate.

##### **Cash and cash equivalents**

Cash and short-term deposits in the statement of financial position comprise cash at bank and in hand. For the purposes of the cash flow statement, cash and cash equivalents consist of cash and cash equivalents, net of outstanding bank overdrafts

##### **Financial liabilities**

Financial liabilities within the scope of IAS 39 are classified as financial liabilities at fair value through profit or loss, loans and borrowings, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The Company determines the classification of its financial liabilities at initial recognition.

Financial liabilities are recognised initially at fair value and in the case of loans and borrowings, directly attributable transaction costs. Gains or losses on liabilities held for trading are recognised in the income statement.

The Company's financial liabilities consist of trade and other payables. There are no external loans or borrowings.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

##### **Current/non-current liability/asset distinction**

Current assets include assets held primarily for trading purposes, cash and cash equivalents and assets expected to be realised in the course of the operating cycle. All other assets are classified as non-current assets.

Current liabilities include liabilities held primarily for trading purposes and liabilities expected to be settled in the course of the operating cycle. All other liabilities are classified as non-current liabilities.



**AL JAZEERA SPORTS LIMITED****NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2013****2. AUDITORS' REMUNERATION**

The loss before income tax (2012 - profit before income tax) is stated after charging:

	Year Ended 31.12.13	Period 1.12.11 to 31.12.12 as restated
	£	£
Auditors' remuneration	9,750	12,050
Auditors' remuneration for non audit work	<u>5,540</u>	<u>7,400</u>

**3. PROPERTY, PLANT AND EQUIPMENT**

	Computer equipment £
<b>COST</b>	
At 1 January 2013	843
Additions	<u>969</u>
At 31 December 2013	<u>1,812</u>
<b>DEPRECIATION</b>	
At 1 January 2013	334
Charge for year	<u>272</u>
At 31 December 2013	<u>606</u>
<b>NET BOOK VALUE</b>	
At 31 December 2013	<u>1,206</u>
At 31 December 2012	<u>509</u>

**4. TRADE AND OTHER RECEIVABLES**

	2013	2012 as restated
	£	£
Current:		
Other debtors	-	4,982
Common Ownership Companies	-	1,998
VAT	<u>11,632</u>	<u>990,716</u>
	<u>11,632</u>	<u>997,696</u>

**AL JAZEERA SPORTS LIMITED****NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2013****5. CASH AND CASH EQUIVALENTS**

	2013	2012 as restated
	£	£
Cash in hand	990	-
Bank accounts	<u>646,990</u>	<u>1,098,308</u>
	<u>647,980</u>	<u>1,098,308</u>

**6. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:		Nominal value:	2013	2012 as restated
Number:	Class:		£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

**7. RESERVES**

	Retained earnings £
At 1 January 2013	276,294
Deficit for the year	<u>(156,094)</u>
At 31 December 2013	<u>120,200</u>

**8. TRADE AND OTHER PAYABLES**

	2013	2012 as restated
	£	£
Current:		
Trade creditors	17,001	1,006,746
Social security and other taxes	10,988	11,196
Other creditors	133,481	99,179
Amounts owed to common ownership companies	2,454	-
Accrued expenses	<u>17,150</u>	<u>20,000</u>
	<u>181,074</u>	<u>1,137,121</u>

**AL JAZEERA SPORTS LIMITED****NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2013****9. PROVISIONS**

	2013	2012 as restated
	£	£
Other provisions	<u>306,695</u>	<u>423,947</u>
Analysed as follows:		
Current	<u>306,695</u>	<u>423,947</u>
	Transfer Pricing 2013 £	Transfer Pricing 2012 £
Balance brought forward	423,947	423,947
Movement during the year	-117,252	-
Balance carried forward	<u>306,695</u>	<u>423,947</u>

**10. CONTINGENT LIABILITIES**

An enquiry has been made by the UK tax authorities on company's Transfer Pricing Policy. At the date of approval of the financial statements, the enquiry was at an early stage and it was not possible to assess with any certainty whether there is likely to be any adjustment to the tax provision provided in these or previous financial statements.

**11. RELATED PARTY DISCLOSURES**

The entire turnover of the company is derived from provision of services to Al Jazeera Network in Qatar which is the state broadcasting corporation for the State of Qatar. The only shareholder of Al Jazeera Sports Limited is the sovereign head of the State of Qatar.

Management fees paid relate to Al Jazeera Satellite Chanel Limited, a company which is limited by guarantee, and in which the Ultimate Controlling Party is the member.

**12. ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is H E The Emir of Qatar who owns the entire share capital of the company.

**13. APB ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES**

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.

**AL JAZEERA SPORTS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2013**

**14. GOING CONCERN**

The company's business activities are entirely dependent upon the requirement for its services by Al Jazeera Network, a company under common ownership. The Directors are not aware of any reasons why the demand for the company's services cannot continue in the foreseeable future, and therefore consider it appropriate for the accounts to be prepared on a going concern basis.