

**Creative Technology EME Limited  
(formerly Avesco Holdings Limited)**

**Annual report and financial statements**

**for the year ended 31 December 2019**

Registered in England and Wales number: 05417688



**Creative Technology EME Limited (formerly Avesco Holdings Limited)**  
**Annual report and financial statements for the year ended 31 December 2019**  
**Contents**

	Pages
Directors and advisers	1
Strategic report	2
Directors' report	3 - 4
Profit and loss account	5
Statement of changes in equity	6
Balance sheet	7
Notes to the financial statements	8 - 20

**Creative Technology EME Limited (formerly Avesco Holdings Limited)**  
**Directors and advisers**

Directors

MA Wilson  
G Delon  
DA Crump

Company secretary

DM Leadbetter

Registered office

Manor Gate  
Manor Royal  
Crawley  
West Sussex  
RH10 9SX

# **Creative Technology EME Limited (formerly Avesco Holdings Limited)**

## **Strategic report for the year ended 31 December 2019**

The directors, in preparing the strategic report, have complied with S414C of the Companies Act 2006.

The directors present their annual report and the financial statements of the company for the year ended 31 December 2019.

On 16 July 2020 the company changed its name to Creative Technology EME Limited.

### **Business review, principal activities and future developments**

The principal activity of the company is the holding of investments and the provision of financing and management services to members of the NEP UK Film I group.

A profit before tax of £4,949,000 was recorded during the year (2018: profit of £6,698,000), as a result of interest received from subsidiaries (2018: dividends and interest received from subsidiaries).

Future developments of NEP Film I Limited, which includes the company, are discussed in the Strategic Report of the group's annual report which does not form part of this report.

### **Key Performance Indicators ("KPIs")**

The key performance indicators for the company were as follows:

	<b>2019 (£'000)</b>	<b>2018 (£'000)</b>	<b>Change (£'000)</b>
<b>Operating profit / (loss)</b>	114	(868)	982
<b>Net assets</b>	108,964	98,755	(10,209)

### **Principal risks and uncertainties**

The company's business is subject to many different risk factors, which will have varying degrees of significance at any particular time. Although not an exhaustive list, the directors consider the most important risks and uncertainties to the business to be as follows: the economic and business cycle, future funding, exposure to counterparty credit risk and general risk management and internal control.

Principal risks and mitigating factors of NEP UK Film I Limited, which includes the company, are discussed in the Strategic Report of the group's annual report which does not form part of this report.

By order of the board and signed on its behalf by



MA Wilson  
**Director**  
20 November 2020

Creative Technology EME Limited  
Manor Gate, Manor Royal  
Crawley, RH10 9SX

**Creative Technology EME Limited (formerly Avesco Holdings Limited)**

**Registered in England and Wales number 05417688**

**Directors' report for the year ended 31 December 2019**

The Directors present their report for the year ended 31 December 2019.

**Dividends**

No dividends were paid during the year (2018: £2,969,562). The directors do not recommend payment of a final dividend.

**Directors**

*The names of the directors who held office during the year and up to the date of signing the financial statements are set out below:*

MA Wilson  
DA Crump  
G Delon

**Going concern**

The directors believe, after making appropriate enquiries that the company has adequate resources to continue in operation for the foreseeable future. Therefore, the directors continue to adopt the going concern basis in preparing the financial statements.

**Directors' Indemnities**

The company has purchased insurance to cover its Directors and officers against the costs of defending themselves in legal proceedings taken against them in that capacity and in respect of any damages resulting from those proceedings. The insurance does not provide cover where the director has acted fraudulently or dishonestly.

The company has also provided an indemnity for its directors, which is a qualifying third party indemnity provision for the purposes of section 234 of the Companies Act 2006. A copy of the indemnity is available for inspection at the company's registered office during normal working hours.

**Creative Technology EME Limited (formerly Avesco Holdings Limited)**

**Registered in England and Wales number 05417688**

**Directors' report for the year ended 31 December 2019  
(continued)**

**Statement of directors' responsibilities**

The directors are responsible for preparing the Annual 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), including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland. 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 accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards, including FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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.

The Directors are responsible for the maintenance and integrity of the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

By order of the board and signed on its behalf by



MA Wilson  
Director  
20 November 2020

**Creative Technology EME Limited (formerly Avesco Holdings Limited)**  
**Profit and loss account for the year ended 31 December 2019**

	Note	31 December 2019 £'000	31 December 2018 £'000
<b>Turnover</b>	4	1,607	1,016
Administrative expenses		(1,493)	(1,884)
<b>Operating profit / (loss)</b>	5	114	(868)
Interest receivable and other income	8	5,428	7,976
Interest payable and similar expenses	8	(593)	(410)
<b>Profit on ordinary activities before taxation</b>		4,949	6,698
Tax on profit	9	22	(34)
<b>Profit for the financial year</b>		4,971	6,664

All amounts relate to continuing operations.

**Statement of Comprehensive Income for the year ended 31 December 2019**

	Note	31 December 2019 £'000	31 December 2018 £'000
<b>Profit for the financial year</b>		4,971	6,664
<b>Other comprehensive income:</b>			
Currency translation differences		(72)	79
<b>Total comprehensive income for the year</b>		4,899	6,743

**Creative Technology EME Limited (formerly Avesco Holdings Limited)**  
**Statement of changes in equity for the year ended 31 December 2019**

	Note	Share capital £'000	Profit and loss account £'000	Total Equity £'000
Balance at 1 January 2019		27,695	71,060	98,755
Profit for the financial year		-	4,971	4,971
Other comprehensive expense		-	(72)	(72)
<b>Total comprehensive income for the year</b>		-	<b>4,899</b>	<b>4,899</b>
Transactions with owners in their capacity as owners:				
Dividend paid	10		-	-
<b>Balance at 31 December 2019</b>		<b>27,695</b>	<b>75,959</b>	<b>103,654</b>
Balance at 1 January 2018		27,695	67,287	94,982
Profit for the financial year		-	6,664	6,664
Other comprehensive income		-	79	79
<b>Total comprehensive income for the year</b>		-	<b>6,743</b>	<b>6,743</b>
Transactions with owners in their capacity as owners:				
Dividend paid	10		(2,970)	(2,970)
<b>Balance at 31 December 2018</b>		<b>27,695</b>	<b>71,060</b>	<b>98,755</b>

The share capital account includes share capital and shares issued at nominal value only. The profit and loss account represents accumulated retained profit and loss.



**Creative Technology EME Limited (formerly Avesco Holdings Limited)**  
**Balance sheet as at 31 December 2019**

	Note	31 December 2019 £'000	31 December 2018 £'000
<b>Fixed assets:</b>			
Intangible assets		-	1
Tangible assets		1	1
Investments	11	12,407	6,121
		12,408	6,123
<b>Current assets:</b>			
Debtors: amounts falling due within one year	12	10,926	10,450
Debtors: amounts falling due after more than one year	12	98,012	93,157
Cash at bank and in hand		4	5
		108,942	103,612
<b>Creditors: amounts falling due within one year</b>	13	(12,386)	(10,980)
<b>Net current assets</b>		96,556	92,632
<b>Total assets less current liabilities</b>		108,964	98,755
<b>Creditors: amounts falling due after more than one year</b>		(5,310)	-
<b>Net assets</b>		103,654	98,755
<b>Capital and reserves</b>			
Share capital	16	27,695	27,695
Profit and loss account		75,959	71,060
<b>Shareholders' funds</b>		103,654	98,755

The notes on pages 9 to 20 are an integral part of these financial statements.

For the year ended 31 December 2019 the company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the period in question in accordance with section 476 of the Companies Act 2006;
- The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The financial statements on pages 5 to 20 were approved by the board of directors on 20 November 2020 and were signed on its behalf by:



MA Wilson  
**Director**

# **Creative Technology EME Limited (formerly Avesco Holdings Limited)**

## **Notes to the Financial Statements for the year ended 31 December 2019**

### **1 General information**

Creative Technology EME Limited ("the company") is an investment holding company and also provides finance and management services to other members of the NEP UK Film I Limited group and its subsidiaries.

The company is a private company limited by shares and is incorporated and domiciled in the UK.

These financial statements cover the year ended 31 December 2019.

### **2 Accounting policies**

#### **Basis of preparation**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council ("FRS 102"). The financial statements have been prepared under the historical cost convention, in accordance with the Companies Act 2006 and on the going concern basis. A summary of the more important accounting policies is set out below. These have been applied consistently throughout the current and prior periods.

The Company transitioned from Financial Reporting Standard 101 (FRS 101) to FRS 102 for all periods presented. Transition reconciliations showing all material adjustments are disclosed in note 19.

The presentational currency of the Company is pounds sterling. The Company's functional currency is pounds sterling.

The preparation of financial statements in conformity with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 3.

The company is a wholly owned subsidiary of NEP UK Film I Limited and is included in the consolidated financial statements of NEP UK Film I Limited which are publicly available (see note 18). Consequently the company has taken advantage of the following exemptions:

- Preparation of a cash flow statement in accordance with section 7 of FRS 102.
- Disclosure of transactions with other wholly owned members of the NEP UK Film I group or investees of the NEP UK Film I group qualifying as related parties in accordance with section 33 of FRS 102.
- Preparation of consolidated financial statements in accordance with section 228 of the Companies Act 2006.

**Creative Technology EME Limited (formerly Avesco Holdings Limited)**  
**Notes to the Financial Statements for the year ended 31 December 2019 (continued)**

**2 Accounting policies (continued)**

**Foreign currency translation**

Assets and liabilities in foreign currencies are translated into pounds sterling using exchange rates at the balance sheet date. Exchange differences are recognised as a separate component of equity where they arise from qualifying net investment hedges, otherwise exchange differences are recognised in the profit and loss account for the period..

**Going concern**

The directors believe, after making appropriate enquiries, that the company has adequate resources to continue in operation for the foreseeable future. Therefore, the directors continue to adopt the going concern basis in preparing the financial statements.

**Tangible fixed assets**

Tangible fixed assets are held at cost less accumulated depreciation. The cost of tangible fixed assets includes those costs which are directly attributable to purchasing the assets and bringing them into working condition.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the profit and loss account during the financial period in which they are incurred.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within 'Administrative expenses' in the profit and loss account.

Depreciation of tangible fixed assets is calculated at rates estimated to write off the cost of each asset to its residual value using the straight line method over the following estimated useful economic lives:

Owned plant, equipment and vehicles	3 years
-------------------------------------	---------

The assets' useful lives are reviewed, and adjusted if appropriate, at each balance sheet date. The company reviews its depreciation rates regularly during the year to take account of any changes in circumstances. When setting useful economic lives, the principal factors the company takes into account are the expected rate of technological developments, expected market requirements for the equipment and the intensity at which the assets are expected to be used.

Residual values are estimated at zero. Residual values are reviewed, and adjusted if appropriate, at each balance sheet date.

Depreciation is charged to 'Administrative expenses'.

**Impairment of fixed assets**

The carrying amount of the company's fixed assets is reviewed at each balance sheet date to determine whether there is any indication of impairment.

If an indicator of a possible impairment is noted, the need for any asset impairment provision is assessed by comparing the carrying value of the asset against the higher of fair value less costs to sell or value in use (recoverable amount). An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognised in administrative expenses in the profit and loss account. For the purposes of assessing impairment, the assets are grouped at the lowest levels for which they have separately identifiable cash flows (cash generating units).

**Creative Technology EME Limited (formerly Avesco Holdings Limited)**  
**Notes to the Financial Statements for the year ended 31 December 2019 (continued)**

**2 Accounting policies (continued)**

**Financial assets**

**a) Trade and other debtors**

Trade and other debtors do not carry interest and are initially recognised at fair value, and subsequently carried at amortised cost, less any provision for any amount estimated to be irrecoverable.

**b) Cash at bank and in hand**

Cash at bank and in hand includes cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

**Share capital**

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of equity instruments are shown in equity as a deduction from the proceeds, net of tax.

**Investments**

Investments in subsidiaries are accounted for at cost less impairment.

**Trade creditors**

Trade creditors are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

**Current and deferred income tax**

Current tax comprises the expected tax payable on the taxable income for the year and any adjustment to tax payable in respect of previous years.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Deferred income tax assets and liabilities are recognised on an undiscounted basis.

**Turnover**

Turnover comprises the fair value of the consideration received or receivable for the sale of services in the ordinary course of the company's activities. Turnover is shown net of Value Added Tax, other sales taxes and customer discounts.

The Company recognises turnover when the following criteria have been met:

- Sales of services are recognised proportionally over the duration of the service or hire period.

Turnover recognised in the profit and loss account but not yet invoiced is held on the balance sheet within accrued income. Turnover invoiced but not yet recognised in the profit and loss account is held on the balance sheet within deferred income. Proceeds from the disposal of hire stock are not treated as turnover.

# **Creative Technology EME Limited (formerly Avesco Holdings Limited)**

## **Notes to the Financial Statements for the year ended 31 December 2019 (continued)**

### **3 Critical accounting estimates and judgements**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The company makes estimates and judgements concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. No judgements have been made other than those involving estimation. The estimate that has a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year is discussed below.

#### *Impairment of investments in subsidiaries*

The company makes an estimate of the recoverable value of investments in subsidiaries. The recoverable amount is based on forecast profitability of the subsidiary companies which requires significant judgement from management. Given the carrying value of investments in subsidiaries is determined by forecast performance, any variances between actual and forecast performance could have a significant impact on the carrying value of investments and the profit and loss account during the period.

### **4 Turnover**

Turnover by geographical destination:

	31 December 2019 £'000	31 December 2018 £'000
United Kingdom	1,120	881
Mainland Europe	192	-
Rest of the world	295	135
Total	1,607	1,016

### **5 Operating profit / (loss)**

Operating profit / (loss) is stated after charging / (crediting):

	31 December 2019 £'000	31 December 2018 £'000
(Profit) on disposal of investment in subsidiaries	-	(1,940)
Impairment of investment in subsidiaries	-	3,202
Net foreign currency exchange differences	(7)	(314)

# **Creative Technology EME Limited (formerly Avesco Holdings Limited)**

## **Notes to the Financial Statements for the year ended 31 December 2019 (continued)**

### **6 Directors' emoluments**

Three of the directors were also directors of NEP UK Film I Limited, the ultimate parent company (2018: three of the directors). Their remuneration was for services to the group as a whole and this was paid by another group company. Their time is deemed inconsequential to the company and as such their remuneration has not been disclosed. Details of their remuneration for their services to the NEP UK Film I Limited group are disclosed in the NEP UK Film I Limited accounts, which are available as set out in note 18.

### **7 Employee information**

The average monthly number of staff including directors employed by the company during the year was:

By activity

	31 December 2019 Number	31 December 2018 Number
Operations	-	-
Administration	7	4
<b>Total</b>	<b>7</b>	<b>4</b>

The aggregate payroll costs of these employees were as follows:

	31 December 2019 £'000	31 December 2018 £'000
Wages and salaries	924	533
Social security costs	122	96
Other pension costs	19	11
<b>Total</b>	<b>1,065</b>	<b>640</b>

*The company participates in a group pension scheme and NEP UK Film I Limited has made group personal pension arrangements for its UK employees which provide benefits on a defined contribution basis. The assets of the scheme are held separately from those of the company by the pension providers. At the balance sheet date of December 2019 no contributions were awaiting payment to the pension providers (2018: £nil).*

**Creative Technology EME Limited (formerly Avesco Holdings Limited)**

**Notes to the Financial Statements for the year ended 31 December 2019 (continued)**

**8 Net finance costs**

	31 December 2019 £'000	31 December 2018 £'000
Interest receivable and other income:		
Bank interest receivable	21	643
Interest receivable on amounts owed by group undertakings	5,407	4,684
Dividends received	-	2,649
Total interest receivable and other income	5,428	7,976
Interest payable and similar costs:		
Interest payable on amounts due to group undertakings	(593)	(410)
Total interest payable and similar expenses	(593)	(410)

**9 Tax on profit**

**Analysis of taxation expense for the year**

	31 December 2019 £'000	31 December 2018 £'000
Current income tax:		
Current tax on profit for the year	-	-
Foreign taxation	-	-
Total current tax	-	-
Deferred tax (note 17):		
Origination and reversal of timing differences	150	34
Adjustments in respect of prior periods	(172)	-
Total deferred tax	(22)	34
Total tax on profit	(22)	34

**Creative Technology EME Limited (formerly Avesco Holdings Limited)**  
**Notes to the Financial Statements for the year ended 31 December 2019 (continued)**

**9 Tax on profit (continued)**

**Factors affecting the tax charge**

The taxation (credit) / charge for the period is different (December 2018: different) from the standard rate of corporation tax in the UK of 19.0% (2018: 19.0%). The differences are explained below

	31 December 2019 £'000	31 December 2018 £'000
<b>Profit before taxation</b>	<b>4,949</b>	<b>6,698</b>
Tax calculated at standard rate of corporation tax of 19.0% (2018: 19.0%)	940	1,273
Expenses not deductible/(income not taxable) for tax purposes	19	238
Group income	-	(503)
Group relief claimed	(919)	(774)
Withholding tax – expense relief	-	-
Unrecognised differences between capital allowances and depreciation	(1)	(2)
Other unrecognised temporary differences	2	(8)
Movement in unrecognised tax losses	109	(190)
Adjustments in respect of prior periods	(172)	-
<b>Total tax on profit</b>	<b>(22)</b>	<b>34</b>

**Factors affecting current and future tax charges**

The directors believe that the future effective tax rate will be reduced below the UK standard rate by the availability of tax losses carried forward. Deferred tax has been recognised as at the balance sheet date (see note 17).

In his budget of 8 July 2015, the Chancellor of the Exchequer announced a reduction in the UK corporation tax rate to 17% with effect from 1 April 2020. The Finance (No. 3) Bill 2017-19 received Royal Assent in February 2019, following the Finance Act 2019. This change was substantively enacted at the balance sheet date (i.e. 31 December 2019) and, accordingly, have been applied in the measurement of the company's deferred tax assets and liabilities at 31 December 2019.

**10 Dividends**

No dividends were paid during the current year.

In the prior year an interim dividend of £2,969,562 for the year ended 31 December 2018 was declared and was paid on 1 July 2018.



**Creative Technology EME Limited (formerly Avesco Holdings Limited)**  
**Notes to the Financial Statements for the year ended 31 December 2019 (continued)**

**11 Investments**

	<b>Investments in subsidiaries £'000</b>
<b>Cost</b>	
At 1 January 2019	16,587
Additions	6,286
<b>At 31 December 2019</b>	<b>22,873</b>
<b>Provision for impairment</b>	
At 1 January 2019	10,466
Impairment	-
Reversed on disposal	-
<b>At 31 December 2019</b>	<b>10,466</b>
<b>Net book value</b>	
<b>At 31 December 2019</b>	<b>12,407</b>
At 31 December 2018	6,121

The directors believe that the carrying value of the investments is supported by their underlying net assets.

# **Creative Technology EME Limited (formerly Avesco Holdings Limited)**

## **Notes to the Financial Statements for the year ended 31 December 2019 (continued)**

### **11 Investments (continued)**

The company's subsidiary undertakings at 31 December 2019 were as follows:

Name	Country of incorporation	Main activity	Holding	Percentage ownership
Creative Technology Limited*	England & Wales	Trading	Ordinary shares	100%
The Wireless Works (UK) Limited	England & Wales	Dormant	Ordinary shares	100%
Avesco Services Limited*	England & Wales	Dormant	Ordinary Shares	100%
Creative Technology Spain SLU*	Spain	Trading	Ordinary Shares	100%
Creative Technology – Emirates LLC*	Dubai	Trading	Ordinary Shares	100%
NEP Visions Limited*	England & Wales	Dormant	Ordinary Shares	100%
Sports Technology Limited	England & Wales	Trading	Ordinary A shares	100%
Creative Technology (Audio Visual) Ireland Limited	Ireland	Trading	Ordinary Shares	100%
Eurotek Group Holdings Limited	Ireland	Holding Company	Ordinary Shares	100%
Eurotek (Ireland) Limited	Ireland	Holding Company	Ordinary Shares	100%
Video Technology Qatar LLC*	Qatar	Trading	Ordinary Shares	100%
LED Investments International B.V.*	Netherlands	Holding Company	Ordinary shares	100%
Faber Audiovisuals DMCC	Dubai	Trading	Ordinary shares	100%

\* Denotes subsidiaries directly held by Avesco Holdings Limited.

# Creative Technology EME Limited (formerly Avesco Holdings Limited)

## Notes to the Financial Statements for the year ended 31 December 2019 (continued)

### 11 Investments (continued)

The registered office of the Group's subsidiary undertakings was Manor Gate, Manor Royal, Crawley, RH10 9SX, with the exception of the following subsidiaries:

- Creative Technology Spain SL, Registro mercantil de Barcelona, tomo 40673, folio 96. Hoja B-358437, inscripción 14ª, Spain;
- Creative Technology – Emirates LLC, Plot 597978, Units 1-3, Dubai Investment Park 2, PO Box 282572, Dubai, United Arab Emirates;
- Faber Audiovisuals DMCC, Unit 206, DMCC Business Centre, Level No. 1, Jewellery & Gemplex 3, Dubai, United Arab Emirates;
- LED Investments International B.V., 22 Hemmemaweg, 9076 PH Sint Annaparochie, Netherlands;
- Video Technology Qatar LLC, PO Box 24863, Doha, Qatar;
- The registered office of Creative Technology (Audio Visual) Ireland Limited, Eurotek Group Holdings Limited and Eurotek (Ireland) Limited was Unit E, 61 Heather Road, Sandyford Industrial Estate, Dublin 18, Ireland.

### 12 Debtors

Amounts falling due within one year:	31 December 2019 £'000	31 December 2018 £'000
VAT recoverable	202	202
Amounts owed by group undertakings	10,514	9,975
Other debtors	58	142
Deferred taxation (note 17)	131	109
Prepayments	21	22
	<b>10,926</b>	<b>10,450</b>

Amounts owed by group undertakings are unsecured, repayable on demand and bear interest based upon local base rates.

Amounts falling due after more than one year:	31 December 2019 £'000	31 December 2018 £'000
Amounts owed by group undertakings	98,012	93,157
	<b>98,012</b>	<b>93,157</b>

Amounts owed by group undertakings falling due after more than one year are unsecured and bear interest based upon local base rates.

**Creative Technology EME Limited (formerly Avesco Holdings Limited)**  
**Notes to the Financial Statements for the year ended 31 December 2019 (continued)**

**13 Creditors: amounts falling due within one year**

	31 December 2019 £'000	31 December 2018 £'000
Trade creditors	12	117
Amounts due to group undertakings	11,650	10,075
Taxation and social security	26	32
Accruals and deferred income	698	756
	12,386	10,980

Amounts due to group undertakings are unsecured, repayable on demand and bear interest based on local base rates.

**14 Creditors: amounts falling due after more than one year**

Amounts falling due after more than one year:	31 December 2019 £'000	31 December 2018 £'000
Amounts due to group undertakings	5,310	-
	5,310	-

See note 15 for further details of the maturity and security of borrowings.

**15 Maturity of borrowings**

Amounts due to group undertakings are required to be settled as follows:

	31 December 2019 £'000	31 December 2018 £'000
In less than one year	11,650	10,075
In one to two years	54	-
In two to five years	162	-
In more than five years	5,094	-
Total due to group undertakings	16,960	10,075

Amounts due to group undertakings are unsecured and bear interest based on EURIBOR.

**16 Called up share capital**

	31 December 2019 £'000	31 December 2018 £'000
Allotted, called up and fully paid		
27,694,621 ordinary shares of £1 each	27,695	27,695

**Creative Technology EME Limited (formerly Avesco Holdings Limited)**  
**Notes to the Financial Statements for the year ended 31 December 2019 (continued)**

**17 Deferred taxation**

Deferred tax is measured on a non-discounted basis at the tax rates that are expected to apply in the years in which timing differences reverse, based on tax rates and laws substantively enacted at the balance sheet date.

No deferred tax liability exists at the balance sheet date (2018: nil). The current position with respect to deferred tax assets is as follows:

	Depreciation in excess of capital allowances £'000	Tax losses and other timing differences £'000	Total deferred tax assets £'000
Recognised deferred tax assets:			
At 31 December 2018	4	105	109
(Charged)/credited to the profit and loss account	(1)	23	22
At 31 December 2019	3	128	131
Unrecognised deferred tax assets:			
At 31 December 2019	-	668	668
At 31 December 2018	-	554	554

An element of the total deferred tax assets was unrecognised due to uncertainties concerning the extent and timing of recoverability, which are dependent upon the generation of taxable profits by the company's operations.

**18 Ultimate parent and controlling party**

The company's immediate parent company is NEP UK Film II Limited, a company registered in England & Wales. As at 31 December 2018 the ultimate parent company and controlling party was NEP Group Holdings, LP, a company incorporated in Delaware, USA. NEP Group Holdings, Inc. is the parent undertaking of the largest group of undertakings to consolidate these financial statements at 31 December 2019. The registered office of NEP Group Holdings, Inc., is 2 Beta Drive, Pittsburgh, PA 15238, USA.

The consolidated financial statements of NEP UK Film I Limited, the parent company of the smallest and only group to consolidate these financial statements in the United Kingdom may be obtained from the company secretary, NEP UK Film I Limited, Manor Gate, Manor Royal, Crawley, West Sussex, RH10 9NH.

**Creative Technology EME Limited (formerly Avesco Holdings Limited)**  
**Notes to the Financial Statements for the year ended 31 December 2019 (continued)**

**19 Transition to FRS 102**

The Company's annual report and financial statements for the year ended 31 December 2019 are the first that the company has prepared in accordance with FRS 102. For all periods up to and including the year ended 31 December 2018 the company prepared its financial statements in accordance with Financial Reporting Standard 101 ("FRS 101").

There were no recognition, measurement or classification differences between FRS 102 and FRS 101 on the Company's total shareholders' funds, profit and cash flows for the financial year or the years previously reported under FRS 101 following the date of transition to FRS 102.