

Manchester Arena LP Limited

Directors' report and financial statements

For the year ended 14 June 2012

Registered number 05832177



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Manchester Arena LP Limited - Company Number 05832177

Directors' report

The directors present their report and the financial statements for the year ended 14 June 2012

Principal activity and business review

The Company was inactive during the financial year

Results and dividends

The Company reported a loss of 13,008,783 for the financial year solely due to the impairment of receivables

The directors do not recommend the payment of a dividend

Directors

The directors who held office during the period and up to the date of the directors' report were

Platinum Nominees Limited
Shane Law

Company Secretary

Broughton Secretaries Limited

This report was approved by the board and signed on its behalf



Shane Law
Director

Date 5/7/2013

7 Welbeck Street
London
W1G 9YE

Statement of directors' responsibilities for the year ended 14 June 2012

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 these financial statements, the directors are required to

- Select suitable accounting policies and then apply them consistently,
- Make judgements and estimates that are reasonable and prudent,
- State whether applicable UK Accounting 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.

Profit and loss account for the year ended 14 June 2012

		15 June 2011 to 14 June 2012	15 June 2010 to 14 June 2011 As restated
	Note	£	£
Exceptional costs	3	-	(171,813)
Impairment of receivables	5	(13,008,783)	
Operating (loss)/profit		(13,008,783)	(171,813)
Interest payable and similar charges		-	-
Loss/ profit on ordinary activities before taxation		(13,008,783)	(171,813)
Tax on (loss)/profit on ordinary activities	4	-	(385,856)
Loss/ profit for the financial period	10	(13,008,783)	(557,669)

The company was inactive during the year

The notes on pages 7 to 10 form part of these financial statements

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Balance Sheet as at 14 June 2012

		14 June 2012	14 Jun2 2011 As restated
	Note	£	£
Fixed assets			
Receivables	5	-	13,008,783
Current assets			
Debtors	6	251,199	251,199
Creditors – amounts falling due within one year	7	<u>(673,058)</u>	<u>(673,058)</u>
Net current assets/(liabilities)		(421,859)	(421,859)
Total assets less current liabilities		<u>(421,859)</u>	<u>12,586,924</u>
Capital and reserves			
Called up share capital	9	13,011	13,011
Share premium account	10	12,996,990	12,996,990
Profit and loss account	10	(13,431,860)	(423,077)
Shareholders' funds	11	<u>(421,859)</u>	<u>12,586,924</u>


For the year ended 14 June 2012, the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of Companies Act 2006

The directors acknowledge their responsibility for complying with the requirements of Act with respect to accounting records and for the preparation of accounts

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime

The financial statements were approved and authorised for issue by the board and were signed on its behalf by


Shane Law
Director

Date 5/7/2013

The notes on pages 7 to 10 form part of these financial statements

Notes to the financial statements

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom generally accepted accounting practices

1.2 Financial Assets

Investments in participating interests are valued at cost less provision for impairment

An increase in investment property value is recognised in equity through the revaluation reserve. If there is a decrease in value of investment properties which is considered temporary, this is also recognised in equity through the revaluation reserve. If any decrease is considered permanent, an impairment is recognised through the profit and loss account.

Receivables are valued at cost less provision for impairment

1.3 Taxation

Taxation for the year is based on the profit/(loss) for the period

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

A net deferred tax asset is recognised only if it can be regarded as more likely than not there will be a suitable taxable profit from which the future reversal of the underlying timing differences can be deducted

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective the time the timing differences are expected to reverse

Deferred tax assets and liabilities are not discounted

2. Staff costs

- 2.1 The company has no employees other than the directors who did not receive any remuneration

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3. Exceptional costs

	15 June 2011 to 14 June 2012 £	15 June 2010 to 14 June 2011 As restated £
Write-off of costs relating to restructure in 2010	-	(171,813)
	<u>-</u>	<u>(171,813)</u>

4. Taxation

	15 June 2011 to 14 June 2012 £	15 June 2010 to 14 June 2011 £
Analysis of tax charge in the period/ year		
Current Tax (see note below)		
UK Corporation tax charge on profit/(loss) for the period/year	-	-
Adjustments in respect of prior periods	-	-
Total Current tax	<u>-</u>	<u>-</u>
Deferred tax		
Origination and reversal of timing differences	-	-
	<u>-</u>	<u>-</u>
Adjustment in respect of prior years	-	-
Total deferred tax (see note 9)	<u>-</u>	<u>(385,856)</u>
Tax on profit/(loss) on ordinary activities	<u>-</u>	<u>(385,856)</u>

5. Fixed assets: Receivables

	14 June 2012 £	14 June 2011 £
Value of partnership units held in Manchester Arena Complex LP (a Limited Partnership) assigned to Patron Mena Limited (formerly, DS Jersey (Manchester 2) Limited) on 15 June 2010	13,008,783	13,008,783
Less Impairment/value adjustment	(13,008,783)	-
	<u>-</u>	<u>13,008,783</u>

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6. Debtors

	14 June 2012	14 June 2011 As restated
	£	£
Corporation Tax recoverable (refer note 9)	<u>251,199</u>	<u>251,199</u>

7. Creditors: Amounts falling due within one year

	14 June 2012	14 June 2011 As restated
	£	£
Amounts owed to group undertakings	673,058	673,058
Corporation tax	-	-
Accruals and deferred income	-	-
	<u>673,058</u>	<u>673,058</u>

8. Deferred tax asset

	14 June 2011	14 June 2011 As restated
	£	£
At beginning of period	-	637,055
(Charge)/ credit to the profit and loss accounts	-	(385,856)
Transferred to Debtors (note 9) – CIT recoverable	-	(251,199)
	<u>-</u>	<u>-</u>

9. Share capital

	14 June 2011	14 June 2010
	£	£
Authorised		
100,000 ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>
Allotted called up and fully paid		
13,011 ordinary shares of £1 each	<u>13,011</u>	<u>13,011</u>

10. Reserves

	Share Premium account £	Profit and loss account As restated £
At beginning of the period	12,996,990	(423,077)
Profit/(loss) for the period	-	(13,008,783)
	<u>12,996,990</u>	<u>(13,431,860)</u>

11. Reconciliation of movement in shareholders' funds

	14 June 2012 £	14 June 2011 As restated £
Opening shareholders' funds	12,586,924	13,144,593
(Loss)/profit for the period	(13,008,783)	(557,669)
Closing shareholders' funds	<u>(421,859)</u>	<u>12,586,924</u>

12. Prior Year Adjustment

During the year ended 14 June 2012, it became apparent that that

- a) Corporation Tax recoverable as at 14 June 2011 had been incorrectly undervalued by GBP251,199 (nil balance reported as at 14 June 2011) This is because a full provision was made against taxes recoverable However, based on communications with the HMRC, CIT amounting to GBP251,199 is expected to be recovered and the restated financials as at 14 June 2011 reflect this position accordingly
- b) GBP673,058 owed to an affiliated entity was incorrectly written back and a nil balance was reported as at 14 June 2011 This liability is reinstated in the restated financials

The directors believe the errors are material because in their opinion the financial statements do not give a true and fair view and give rise to financial statements that are misleading

The effects of the errors have been recognised and comparative figures for 2011 have been restated accordingly