

Company Registration No. 06695582 (England and Wales)

CAPSTONE GLOBAL LIBRARY LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017
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CAPSTONE GLOBAL LIBRARY LIMITED

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CAPSTONE GLOBAL LIBRARY LIMITED

BALANCE SHEET

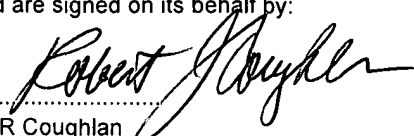
AS AT 31 DECEMBER 2017

	Notes	2017 £	£	2016 £	£
Fixed assets					
Intangible assets	3		-		45,108
Tangible assets	4		59,235		30,200
Current assets					
Stocks		994,542		913,138	
Debtors	5	888,152		1,038,483	
Cash at bank and in hand		192,181		359,570	
		<u>2,074,875</u>		<u>2,311,191</u>	
Creditors: amounts falling due within one year	6	<u>(535,920)</u>		<u>(502,632)</u>	
Net current assets			1,538,955		1,808,559
Total assets less current liabilities			1,598,190		1,883,867
Creditors: amounts falling due after more than one year	7		(822,027)		(341,531)
Net assets			<u>776,163</u>		<u>1,542,336</u>
Capital and reserves					
Called up share capital	8		100		100
Other reserves			8,738,435		8,738,435
Profit and loss reserves			(7,962,372)		(7,196,199)
Total equity			<u>776,163</u>		<u>1,542,336</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

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

The financial statements were approved by the board of directors and authorised for issue on 3 May 2018 and are signed on its behalf by:


Mr R Coughlan
Director

Company Registration No. 06695582

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

CAPSTONE GLOBAL LIBRARY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies

(Continued)

1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Equipment	1 - 10 years straight line
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.6 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.7 Cash and cash equivalents

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.8 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

1.9 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.10 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

CAPSTONE GLOBAL LIBRARY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies

(Continued)

1.11 Foreign exchange

Assets, liabilities and transactions in foreign currencies are principally held between group companies and are translated into sterling at the rates agreed and fixed between group companies. The exchange rates agreed and fixed between the group companies are linked with published exchange rates. Exchange differences are taken into account in arriving at the operating profit.

1.12 Royalty advances

Advances of royalties to authors are included within trade debtors when the advance is paid, less any provision required to adjust the advance to its net realisable value.

1.13 Product development allocations

The UK company does not incur any direct Product development spend on new publishing lines. Content is licensed from the US parent company on an Intercompany royalty basis.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 23 (2016 - 31).

3 Intangible fixed assets

	Other £
Cost	
At 1 January 2017	1,705,621
Disposals	(422,923)
At 31 December 2017	1,282,698
Amortisation and impairment	
At 1 January 2017	1,660,514
Amortisation charged for the year	45,107
Disposals	(422,923)
At 31 December 2017	1,282,698
Carrying amount	
At 31 December 2017	-
At 31 December 2016	45,108

CAPSTONE GLOBAL LIBRARY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

4 Tangible fixed assets

	Equipment £
Cost	
At 1 January 2017	129,390
Additions	52,445
Disposals	(48,857)
At 31 December 2017	132,978
Depreciation and impairment	
At 1 January 2017	99,191
Depreciation charged in the year	23,409
Eliminated in respect of disposals	(48,857)
At 31 December 2017	73,743
Carrying amount	
At 31 December 2017	59,235
At 31 December 2016	30,200

5 Debtors

	2017 £	2016 £
Amounts falling due within one year:		
Trade debtors	737,339	865,526
Other debtors	150,813	172,957
	888,152	1,038,483

6 Creditors: amounts falling due within one year

	2017 £	2016 £
Trade creditors	235,516	128,660
Other creditors	300,404	373,972
	535,920	502,632

7 Creditors: amounts falling due after more than one year

	2017 £	2016 £
Parent undertaking	822,027	341,531

CAPSTONE GLOBAL LIBRARY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

8 Called up share capital

	2017 £	2016 £
Ordinary share capital Issued and fully paid 100 Ordinary shares of £1 each	100	100
	<u>100</u>	<u>100</u>

9 Audit report information

As the income statement has been omitted from the filing copy of the financial statements the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

The senior statutory auditor was Lorna Watson.
The auditor was Shaw Gibbs Limited.

10 Operating lease commitments

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2017 £	2016 £
196,886	387,828
<u>196,886</u>	<u>387,828</u>