

Compact Media Group Limited

Financial Statements

Information for filing with the registrar

For the 15 months period ended 31 March 2021

Company Number 07389270



Compact Media Group Limited

Balance sheet at 31 March 2021

	Note	March 2021 £	March 2021 £	December 2019 £	December 2019 £
Fixed assets					
Tangible Assets			-	-	
Investments	2		27,530,627	27,530,627	
			<u>27,530,627</u>		<u>27,530,627</u>
Current assets					
Debtors	3	16,668		16,668	
Cash at bank		-		-	
		<u>16,668</u>		<u>16,668</u>	
Creditors: amounts falling due within one year	4	(38,979,855)		(38,979,855)	
Net current liabilities			<u>(38,963,187)</u>		<u>(38,963,187)</u>
Total assets less current liabilities			<u>(11,432,560)</u>		<u>(11,432,560)</u>
Creditors: amounts falling due after more than one year			-		-
Net liabilities			<u>(11,432,560)</u>		<u>(11,432,560)</u>
Capital and reserves					
Called up share capital	5		1,344,000	1,344,000	
Profit and loss account			<u>(12,776,560)</u>	<u>(12,776,560)</u>	
Shareholders' deficit			<u>(11,432,560)</u>		<u>(11,432,560)</u>

For the 15 months period ending 31 March 2021 the company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

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

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provision of FRS 102.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the Profit and Loss Account in accordance with the provisions applicable to companies subject to the small companies regime.

Compact Media Group Limited

Balance sheet (*continued*)
at 31 March 2021

The financial statements were approved by the Board of Directors and authorised for issue on 22 December 2021

Mark Rowland

M Rowland
Director
Company number 07389270

The notes on pages 3 to 7 form part of these financial statements.

Compact Media Group Limited

Notes forming part of the financial statements for the 15 months period ended 31 March 2021

1 Accounting policies

Compact Media Group Limited (the "Company") is a company limited by shares and incorporated and domiciled in England in the United Kingdom. The registered address for the Company is Derbyshire House, St. Chad's Street, London, WC1H 8AG (Company Number 07389270).

The Company has taken advantage of the exemption under s400 of the Companies Act 2006 not to prepare consolidated accounts. The financial statements present information about the Company as an individual entity and not about its group. Compact Media Group Limited is a wholly owned subsidiary of Compact Media Holdings Limited, which is incorporated in England in the United Kingdom. The results of the Company are included in the consolidated financial statements of Compact Media Holdings Limited which will be available from Companies House or can be obtained from Derbyshire House, St. Chad's Street, London, WC1H 8AG.

These financial statements were prepared in accordance with Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* ("FRS 102"). The presentation currency of these financial statements is sterling.

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards.

The Company's parent undertaking, Compact Media Holdings Limited includes the Company in its consolidated financial statements. In these financial statements, the Company is considered to be a qualifying entity (for the purposes of this FRS) and has applied the exemptions available under FRS 102 in respect of the following disclosures:

- Reconciliation of the number of shares outstanding from the beginning to end of the period
- Cash Flow Statement and related notes; and
- Key Management Personnel compensation

As the consolidated financial statements of Compact Media Holdings Limited include the equivalent disclosures, the Company has also taken the exemptions under FRS 102 available in respect of the following disclosures:

- The disclosures required by FRS 102.11 Basic Financial Instruments and FRS 102.12 Other Financial Instrument Issues in respect of financial instruments not falling within the fair value accounting rules of Paragraph 36(4) of Schedule 1.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

1.1 Going concern

The financial statements have been prepared on a going concern basis, which assumes the Company will continue in operation for the foreseeable future, meeting all debt as it falls due. The Company is in a net current liability and net liability position so the Company has obtained a letter of support from the Ultimate Parent, Anthem Entertainment LP, in order to satisfy its liabilities as they fall due.

1.2 Foreign currency

Transactions in foreign currencies are translated to the Company's functional currency at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are retranslated to the functional currency at the foreign exchange rate ruling at that date. Any differences are taken to the profit and loss account.

Compact Media Group Limited

Notes forming part of the financial statements
for the 15 months period ended 31 March 2021 (*continued*)

1 Accounting policies (*continued*)

1.3 Basic financial instruments

Trade and other debtors / creditors

Trade and other debtors are recognised initially at transaction price less attributable transaction costs. Trade and other creditors are recognised initially at transaction price plus attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors.

Interest-bearing borrowings classified as basic financial instruments

Interest-bearing borrowings are recognised initially at the present value of future payments discounted at a market rate of interest. Subsequent to initial recognition, interest-bearing borrowings are stated at amortised cost using the effective interest method, less any impairment losses.

Investments in subsidiaries

These are separate financial statements of the Company. Investments in subsidiaries are carried at cost less accumulated impairment loss.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits.

1.4 Tangible assets and depreciation

Tangible assets are stated at cost less accumulated depreciation and accumulated impairment losses.

The Company assesses at each reporting date whether tangible fixed assets are impaired.

Depreciation is charged to the profit and loss account on a straight-line basis over the estimated useful lives of each part of an item of tangible fixed assets. The estimated useful lives are as follows:

Leasehold improvements	- Over the term of the lease
Fixtures, fittings and equipment	- 25% straight line basis

Depreciation methods and useful lives are reviewed if there is an indication of a significant change since last annual reporting date in the pattern by which the Company expects to consume an asset's future economic benefits.

1.5 Expenses

Interest receivable and Interest payable

Interest payable and similar charges include interest payable, interest on finance leases recognised in profit or loss using the effective interest method and net foreign exchange losses.

Other interest receivable and similar income include interest receivable on funds invested and net foreign exchange gains.

Interest income and interest payable are recognised in profit or loss as they accrue, using the effective interest method. Foreign currency gains and losses are reported on a net basis.

Compact Media Group Limited

Notes forming part of the financial statements
for the 15 months period ended 31 March 2021 (*continued*)

1 Accounting policies (*continued*)

1.6 Taxation

Tax on the profit or loss for the year/period comprises current and deferred tax. Tax is recognised in the profit and loss account except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year/period, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on timing differences which arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the tax rate that is expected to apply to the reversal of the related difference, using tax rates enacted or substantively enacted at the balance sheet date. Deferred tax balances are not discounted.

2 Fixed asset investments

Company	Subsidiary undertakings £
<i>Cost</i>	
At 1 January 2020	32,575,285
Additions	-
At 31 March 2021	32,575,285
<i>Provisions</i>	
At 1 January 2020	5,044,658
Impairment	-
At 31 March 2021	5,044,658
<i>Net book value</i>	
At 31 March 2021	27,530,627
At 31 December 2019	27,530,627

Subsidiary undertakings, associated undertakings and other investments

The subsidiaries of Compact Media Group Limited, below, all of which are domiciled and registered in the UK (except for Compact Collections Pty Limited), are exempt from the audit of their individual accounts (Section 479a of the Companies Act 2006) due to the existence of a parental guarantee given by this parent undertaking of this group which prepares these consolidated accounts.

Compact Media Group Limited

Notes forming part of the financial statements
for the 15 months period ended 31 March 2021 (continued)

2 Fixed asset investments(continued)

The Company holds more than 20% of the share capital of the following companies:

Name	Company registration number	Country of incorp.	Share capital held	Nature of business
Compact Collections Limited	03174777	UK	100%	Royalty management
Compact Capital Limited	06355260	UK	100%	Royalty management
Compact Music Services Limited	04186128	UK	100%	Music rights administration
Compact Data Limited*	12132845	UK	100%	Data Management
On Music Limited*	05574452	UK	30%	Music administration
Compact Collections Pty Limited*	115983947	Australia	100%	Royalty management

* Indirectly held

The registered office address for all subsidiaries except Compact Collections Pty Limited is Derbyshire House, St. Chad's Street, London, WC1H 8AG. The registered office address for Compact Collections Pty Limited is Suite 11.01, Level 11, 60 Castlereagh Street, Sydney, NSW 2000.

3 Debtors	31 March 2021 £	31 December 2019 £
Amounts due from group undertakings	16,668	16,668
	<u>16,668</u>	<u>16,668</u>

The amounts due from group undertakings are repayable on demand. No interest will accrue on these balances.

4 Creditors: amounts falling due within one year	31 March 2021 £	31 December 2019 £
Amounts due to group undertakings	38,979,855	38,979,855
	<u>38,979,855</u>	<u>38,979,855</u>

The amounts due to group undertakings are repayable on demand. No interest will accrue on these balances.

Compact Media Group Limited

Notes forming part of the financial statements
for the 15 months period ended 31 March 2021 (*continued*)

5 Share capital

	Allotted, called up and fully paid			
	31 March 2021 Number	31 December 2019 Number	31 March 2021 £	31 December 2019 £
1,344,000 Ordinary shares of £1 each	1,344,000	1,344,000	1,344,000	1,344,000

6 Related party transactions

The Company has taken advantage of the exemption conferred by Financial Reporting Standard 102, section 33.1A "Related party disclosures" not to disclose transactions with members of the group headed by Compact Media Holdings Limited on the grounds that 100% of the voting rights in the Company are controlled within that group and the Company is included in consolidated financial statements.

7 Subsequent events

Subsequent to the period end, the Group through Compact Collections Limited successfully acquired the remaining 70% On Music Limited shareholding. The directors consider such activity to be a non-adjusting post balance sheet event and as a result no period-end positions have been reconsidered.

8 Ultimate parent company

The majority shareholder of the group is Anthem Entertainment LP. The registered office address for Anthem Entertainment LP is 120 Bremner Blvd, Suite 2900, Toronto, Ontario, M5J 0A8, Canada.

The entire share capital of the Company is owned by Compact Media Finance Limited, a company incorporated in England and Wales. Compact Media Holdings Limited, a company incorporated in England and Wales, is the smallest and largest company for which group accounts are drawn up. The consolidated financial statements of the group are publicly available from Companies House or can be obtained from the registered office at Derbyshire House, St. Chad's Street, London, WC1H 8AG.