

For Companies Hse
Filing

Motive Television Services Limited

Report and Accounts

31 December 2013

TUESDAY



A3HHX4IQ

A64

30/09/2014

#93

COMPANIES HOUSE

Motive Television Services Limited

Registered number: 07517889

Directors' Report

The directors present their report and accounts for the year ended 31 December 2013.

Principal activities

The company's principal activity during the year continued to be the provision of services to the television industry.

Directors

The following persons served as directors during the year:

L Fertig
M Pilsworth

Directors' responsibilities

The directors are responsible for preparing the report and accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts 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 accounts 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 accounts, 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 accounts;
- prepare the accounts 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 accounts 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.

Disclosure of information to auditors

Each person who was a director at the time this report was approved confirms that:

- so far as he is aware, there is no relevant audit information of which the company's auditor is unaware; and
- he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

In preparing this directors report advantage has been taken of the small companies exemption.

This report was approved by the board on 16 September 2014 and signed on its behalf.



M Pilsworth
Director

Motive Television Services Limited
Independent auditors' report
to the members of Motive Television Services Limited

We have audited the financial statements of Motive Television Services Limited for the year ended 31 December 2013 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 an auditors' report 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, 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 accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the FRC's website at www.frc.org.uk/auditscopeukprivate.

Opinion on the financial statements

In our opinion the accounts:

- 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 United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.


Opinion on other matters prescribed by the Companies Act 2006

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

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 prepare the directors report in accordance with the small companies regime and to the exemption from the requirement to prepare a strategic report.



Andrew Viner
(Senior Statutory Auditor)
for and on behalf of
BDO LLP
London, UK
16 September 2014

Motive Television Services Limited
Profit and Loss Account
for the year ended 31 December 2013

	Notes	2013 £	2012 £
Turnover	2	651,752	162,182
Cost of sales		(507,800)	(150,352)
Gross profit		<u>143,952</u>	<u>11,830</u>
Administrative expenses		(332,441)	(380,591)
Operating loss	3	<u>(188,489)</u>	<u>(368,761)</u>
Loss on ordinary activities before taxation		<u>(188,489)</u>	<u>(368,761)</u>
Tax on loss on ordinary activities	4	-	-
Loss for the financial year		<u>(188,489)</u>	<u>(368,761)</u>

Continuing operations

None of the company's activities were acquired or discontinued during the above two financial years.

Statement of total recognised gains and losses

The company has no recognised gains or losses other than the loss for the above two financial years.

Motive Television Services Limited
Balance Sheet
as at 31 December 2013

	Notes	2013 £	2012 £
Fixed assets			
Tangible assets	5	650	1,055
Current assets			
Debtors	6	364,952	2,961
Cash at bank and in hand		15,763	34,082
		<u>380,715</u>	<u>37,043</u>
Creditors: amounts falling due within one year	7	(961,808)	(430,052)
Net current liabilities		<u>(581,093)</u>	<u>(393,009)</u>
Net liabilities		<u>(580,443)</u>	<u>(391,954)</u>
Capital and reserves			
Called up share capital	8	1	1
Profit and loss account	9	(580,444)	(391,955)
Shareholders' funds	10	<u>(580,443)</u>	<u>(391,954)</u>

The financial statements were approved by the board of Directors on 16 September 2014 and signed on its behalf by;

M Pilsworth
Director


.....

Motive Television Services Limited
Notes to the Accounts
for the year ended 31 December 2013

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with applicable United Kingdom Accounting Standards.

Going concern

The company has made a loss in the period of £188,489 and has net liabilities of £580,443. This includes amounts owing to Group Companies of £936,283. The directors have obtained assurances from its parent undertaking and fellow subsidiaries that these amounts will not require repayment in the foreseeable future and that the group will continue to support the company in meeting any liabilities that fall due. On that basis, the directors have concluded that the going concern basis for preparing the financial statements is appropriate.

Turnover

Revenue represents the fair value of revenue derived from services provided during the year. Revenue is recognised as contract activity progresses and the right to consideration is earned. Fair value reflects the amounts expected to be recoverable from customers and is based on time spent and costs incurred to date as a percentage of total anticipated costs. Unbilled turnover is included within receivables.

The Company recognises income from existing royalty agreements as they accrue.

Where the Company has received non-refundable licence fees, the income is recognised in entirety at the point at which the licence is granted.

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount.

Depreciation

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Equipment	33.3% on cost
-----------	---------------

Deferred taxation

Full provision is made for deferred taxation.

Deferred tax is calculated at the tax rates which are expected to apply in the periods when the timing differences will reverse,.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

Motive Television Services Limited
Notes to the Accounts
for the year ended 31 December 2013

2 Analysis of turnover	2013	2012
	£	£
By activity:		
Services to the Television Industry	<u>651,752</u>	<u>162,182</u>
By geographical market:		
Europe	597,122	162,182
Rest of world	<u>54,630</u>	<u>-</u>
	<u>651,752</u>	<u>162,182</u>

3 Operating loss	2013	2012
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	405	159
Operating lease rentals - land buildings	<u>16,380</u>	<u>14,697</u>

Auditors remuneration is borne by the parent company.

4 Taxation	2013	2012
	£	£
Analysis of charge in period		
Tax on profit on ordinary activities	<u>-</u>	<u>-</u>

Factors affecting tax charge for period

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows:

	2013	2012
	£	£
Loss on ordinary activities before tax	<u>(188,489)</u>	<u>(368,761)</u>
Standard rate of corporation tax in the UK	23.25%	24.50%
	£	£
Profit on ordinary activities multiplied by the standard rate of corporation tax	(43,824)	(90,346)
Effects of:		
Losses carried forward	43,824	90,346
Current tax charge for period	<u>-</u>	<u>-</u>

The company has tax losses available to carry forward against future profits of approximately £576,900 (2012 £391,400). Potential deferred tax assets not recognised amount to £121,149 (2012 £82,194). This asset has not been recognised as there is currently insufficient visibility over future profitability to support recognition of this balance.

Motive Television Services Limited
Notes to the Accounts
for the year ended 31 December 2013

5 Tangible fixed assets

	Equipment £
Cost	
At 1 January 2013	1,214
At 31 December 2013	<u>1,214</u>
Depreciation	
At 1 January 2013	159
Charge for the year	<u>405</u>
At 31 December 2013	<u>564</u>
Net book value	
At 31 December 2013	<u>650</u>
At 31 December 2012	<u>1,055</u>

6 Debtors	2013 £	2012 £
Trade debtors	344,820	-
Amounts owed by group undertakings and undertakings in which the company has a participating interest	322	331
Other debtors	<u>19,810</u>	<u>2,630</u>
	<u>364,952</u>	<u>2,961</u>

7 Creditors: amounts falling due within one year	2013 £	2012 £
Trade creditors	20,291	15,481
Amounts owed to group undertakings and undertakings in which the company has a participating interest	936,283	219,329
Other taxes and social security costs	5,234	6
Other creditors	<u>-</u>	<u>195,236</u>
	<u>961,808</u>	<u>430,052</u>

8 Share capital	2013 Number	2012 Number	2013 £	2012 £
Allotted, called up and fully paid:				
Ordinary shares of £1 each	1	1	<u>1</u>	<u>1</u>

Motive Television Services Limited
Notes to the Accounts
For the year ended 31 December 2013

9 Profit and loss account	2013
	£
At 1 January 2013	(391,955)
Loss for the financial year	(188,489)
At 31 December 2013	<u>(580,443)</u>

10 Reconciliation of movement in shareholders' funds	2013	2012
	£	£
At 1 January	(391,955)	(20,155)
Loss for the financial year	(188,489)	(369,761)
At 31 December 2013	<u>(580,443)</u>	<u>(391,954)</u>

11 Ultimate controlling party

The company is controlled by its immediate parent Motive Television plc, a company incorporated in England and Wales. There is no ultimate controlling parent.