

COMPANY REGISTRATION NUMBER: 08275462

**BC Music Media Ltd**

**Filleted Unaudited Financial Statements**

**31 March 2020**

# **BC Music Media Ltd**

## **Financial Statements**

**Year ended 31 March 2020**

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# BC Music Media Ltd

## Statement of Financial Position

**31 March 2020**

		2020	2019
	Note	£	£
<b>Fixed assets</b>			
Tangible assets	6	18,539	26,157
<b>Current assets</b>			
Debtors	7	688,258	506,136
Cash at bank and in hand		595,534	150,062
		1,283,792	656,198
<b>Creditors: amounts falling due within one year</b>	8	8,191,699	6,131,468
<b>Net current liabilities</b>		6,907,907	5,475,270
<b>Total assets less current liabilities</b>		( 6,889,368)	( 5,449,113)
<b>Provisions</b>			
Taxation including deferred tax		( 1,188)	( 413)
<b>Net liabilities</b>		( 6,888,180)	( 5,448,700)
<b>Capital and reserves</b>			
Called up share capital		1	1
Capital contribution reserve		9,716	—
Profit and loss account		( 6,897,897)	( 5,448,701)
<b>Shareholders deficit</b>		( 6,888,180)	( 5,448,700)

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

For the year ending 31 March 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476 ;
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements .

# **BC Music Media Ltd**

## **Statement of Financial Position** *(continued)*

**31 March 2020**

These financial statements were approved by the board of directors and authorised for issue on 19 June 2020 , and are signed on behalf of the board by:

Mr C S Mindenhall

Director

Company registration number: 08275462

# **BC Music Media Ltd**

## **Notes to the Financial Statements**

### **Year ended 31 March 2020**

#### **1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 1 Hammersmith Broadway, London, W6 9DL.

#### **2. Statement of compliance**

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

#### **3. Accounting policies**

##### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

##### **Going concern**

In preparing the accounts and reviewing the company's balance sheet position, the director has considered going concern to include a specific analysis into the potential business impact of COVID-19 on costs and revenues and how these might also be managed and mitigated. The director is satisfied that the review showed no material risks to the business and separately believes that the company has adequate financial support to meet its debts as they fall due. As a result the financial statements should continue to be prepared on a going concern basis.

##### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

##### **Revenue recognition**

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods supplied and services rendered, stated net of discounts and of Value Added Tax.

##### **Income tax**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively. Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

#### **Foreign currencies**

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

#### **Intangible assets**

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses. Any intangible assets carried at revalued amounts, are recorded at the fair value at the date of revaluation, as determined by reference to an active market, less any subsequent accumulated amortisation and subsequent accumulated impairment losses.

#### **Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Development costs                      -        50% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

#### **Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

## **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	-	25% straight line
Equipment	-	20% straight line

## **Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

## **Provisions**

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

## **Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Share based payments Equity-settled share-based payment transactions are measured at fair value at the date of grant. The fair value is expensed on a straight-line basis over the vesting period, with a corresponding increase in equity. This is based upon the company's estimate of the shares or share options that will eventually vest which takes into account all vesting conditions and non-market performance conditions, with adjustments being made where new information indicates the number of shares or share options expected to vest differs from previous estimates.

## **4. Employee numbers**

The average number of persons employed by the company during the year amounted to 21 (2019: 19 ).

## 5. Intangible assets

	Development costs £
<b>Cost</b>	
At 1 April 2019 and 31 March 2020	28,500
<b>Amortisation</b>	
At 1 April 2019 and 31 March 2020	28,500
<b>Carrying amount</b>	
At 31 March 2020	—
At 31 March 2019	—

## 6. Tangible assets

	Fixtures and fittings £	Equipment £	Total £
<b>Cost</b>			
At 1 April 2019	12,767	42,757	55,524
Additions	1,902	—	1,902
<b>At 31 March 2020</b>	14,669	42,757	57,426
<b>Depreciation</b>			
At 1 April 2019	9,719	19,648	29,367
Charge for the year	3,102	6,418	9,520
<b>At 31 March 2020</b>	12,821	26,066	38,887
<b>Carrying amount</b>			
At 31 March 2020	1,848	16,691	18,539
At 31 March 2019	3,048	23,109	26,157

## 7. Debtors

	2020 £	2019 £
Trade debtors	138,925	55,271
Amounts owed by group undertakings and undertakings in which the company has a participating interest	2,760	2,760
Other debtors	546,573	448,105
	688,258	506,136

## 8. Creditors: amounts falling due within one year

	2020 £	2019 £
Loans	1,200,000	1,200,000
Trade creditors	74,229	346,674
Amounts owed to group undertakings and undertakings in which the company has a participating interest	6,496,353	4,076,564
Social security and other taxes	49,568	35,451



Wages & Pension	<b>6,066</b>	4,528
Other creditors	<b>365,483</b>	468,251
	<b>8,191,699</b>	6,131,468

Loans of £1,200,000 are secured by way of fixed and floating charge over the assets of the company.

## 9. Share based payments

The company has share option schemes for senior employees where they are granted share options in the holding company. As all of the service is supplied to BC Music Media Limited, they incur the entire cost in its profit and loss and show the equivalent increase to equity as a capital contribution from its shareholder.

The directors believe the value of the services received is equal to the fair value of the share equity-settled options granted and therefore, is measured at the grant date using the Black-Scholes option pricing model taking into account the terms and conditions upon which the instruments were granted. The model assumes the government gilt rate at the time of issue as the risk free rate, and has used 30% as its volatility, which is similar to public companies undertaking comparable trades.

All share options can only be exercised to the extent it has been vested under their individual vesting schedule and before the tenth anniversary of its date of grant. There are no performance-related conditions of exercise applying to these options. A summary of the grant dates, number issues, number remaining and vesting period for the equity - settled share options are as follows:

	<b>No. Issued</b>	<b>No. Remaining</b>	<b>Vesting period</b>
Granted Sep-17	<b>12,500</b>	<b>10,000</b>	
Granted Apr-19	<b>35,288</b>	<b>35,288</b>	
Granted Apr-19	<b>16,250</b>	<b>4,750</b>	

No options were exercised during the period.

The total expense recognised in the profit and loss for the period was £9,716 (2019: £nil).

The following table illustrates the number, the weighted average exercise price and movements in share options during the year:

	<b>2020 No.</b>	<b>2020 WAEP</b>	<b>2019 No.</b>	<b>2019 WAEP</b>
		<b>£</b>	<b>£</b>	<b>£</b>
Outstanding B/Fwd	<b>12,500</b>	<b>2</b>		
Forfeited/ lapsed/cancelled	<b>(14,000)</b>	<b>4</b>		
Granted	<b>51,538</b>	<b>5</b>	<b>12,500</b>	<b>2</b>
Outstanding C/Fwd	<b>50,038</b>	<b>4</b>	<b>12,500</b>	<b>2</b>

## 10. Related party transactions

At the year end the company owed £6,496,353 (2019: £4,076,564) to companies in the same group. At the year end the company was owed £2,760 (2019: £2,760) from companies in the same group. At the year end the company had loans of £15,990 (2019: £15,990) owed to companies associated through common control. At the year end the company had trade debtors and trade creditors of £nil and £33,050 respectively (2019: £nil and £335,222 respectively) with companies associated through common control and directorship.

## 11. Controlling party

The immediate and ultimate parent company at the balance sheet date was BC Music Holdings Ltd, a company registered in Jersey. The registered office of the company is No.2 The Forum, Grenville Street, St Helier, Jersey, JE1 4HH.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.