

Financial Statements for the Year Ended 31 December 2021

for

ABKCO Music International Limited

MHA MacIntyre Hudson
Statutory Auditor
Milton Keynes, UK

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for the Year Ended 31 December 2021

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ABKCO Music International Limited

Company Information
for the Year Ended 31 December 2021

DIRECTORS:

JH Klein
R Janairo
A Coleman

REGISTERED OFFICE:

Delamere House
Bakers Lane
Stoke Bruerne
Northamptonshire
NN12 7SF

REGISTERED NUMBER:

09566832 (England and Wales)

AUDITORS:

MHA MacIntyre Hudson
Statutory Auditor
Milton Keynes, UK

ABKCO Music International Limited (Registered number: 09566832)

Balance Sheet
31 December 2021

	Notes	31.12.21 £	31.12.20 £
CURRENT ASSETS			
Cash at bank		2,866,664	2,436,338
CREDITORS			
Amounts falling due within one year	5	<u>2,378,406</u>	<u>2,012,952</u>
NET CURRENT ASSETS		<u>488,258</u>	<u>423,386</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>488,258</u>	<u>423,386</u>
CAPITAL AND RESERVES			
Called up share capital	6	1	1
Retained earnings		<u>488,257</u>	<u>423,385</u>
SHAREHOLDERS' FUNDS		<u>488,258</u>	<u>423,386</u>

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 22 September 2022 and were signed on its behalf by:

JH Klein - Director

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 31 December 2021

1. STATUTORY INFORMATION

ABKCO Music International Limited is a private company, limited by shares , registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are presented in British pounds and amounts are rounded to the nearest whole currency unit.

Critical accounting judgements and key sources of estimation uncertainty

Royalty income is recognised on a notified earnings basis.

Other than amounts collected by the company's overseas sub-publishers, royalties derived from the inclusion of the company's rights on recorded music or from performance are recognised when they are earned by the company from the relevant collection society or record company. Similarly, except for overseas amounts, royalties derived from the synchronization of the company's rights are recognised as earned. Royalty amounts collected overseas are recognised in the periods the amounts are reportable to the company by the sub-publisher.

Turnover

Turnover represents royalties and performance fees which are credited to the income statement when invoiced.

2. ACCOUNTING POLICIES - continued

Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

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.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the comprises current tax. Tax is recognised in the Income Statement except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current taxation assets are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 3 (2020 - 3) .

4. AUDITORS' REMUNERATION

	31.12.21	31.12.20
	£	£
Fees payable to the company's auditors for the audit of the company's financial statements	<u>2,805</u>	<u>2,315</u>

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21	31.12.20
	£	£
Trade creditors	5,711	1
Amounts owed to group undertakings	1,865,833	1,277,124
Taxation and social security	49,401	65,044
Other creditors	<u>457,461</u>	<u>670,783</u>
	<u>2,378,406</u>	<u>2,012,952</u>

6. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.21	31.12.20
			£	£
1	ordinary	£1	<u>1</u>	<u>1</u>

7. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Simon Knibbs MA FCA (Senior Statutory Auditor)
 for and on behalf of MHA MacIntyre Hudson

8. ULTIMATE CONTROLLING PARTY

The controlling party is ABKCO Music, Inc. a company incorporated in the United States of America which owns 100% of the issued share capital. The company's results are included in the consolidated accounts of ABKCO Music, Inc which are publicly available from 85, Fifth Avenue, New York, NY, USA.

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.