

Registered number: 10487412 (England and Wales)

GUNPOWDER & SKY INTERNATIONAL, LTD

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2017

TUESDAY



L7CCKLEX

LD4

14/08/2018

#62

COMPANIES HOUSE

GUNPOWDER & SKY INTERNATIONAL, LTD

COMPANY INFORMATION

Director F C Bauer

Registered number 10487412

Registered office New Penderel House
4th Floor
283-288 High Holborn
London
WC1V 7HP

Independent auditors F&L Corporate Reporting Services Limited
Chartered Accountants and Statutory Auditors
New Penderel House
4th Floor
283-288 High Holborn
London
WC1V 7HP

GUNPOWDER & SKY INTERNATIONAL, LTD

CONTENTS

| | Page |
|--|--------------|
| Balance Sheet | 1 |
| Notes to the Financial Statements | 2 - 5 |

GUNPOWDER & SKY INTERNATIONAL, LTD
REGISTERED NUMBER:10487412

BALANCE SHEET
AS AT 31 DECEMBER 2017

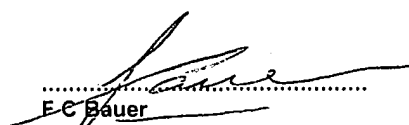
| | Note | 2017 £ |
|--|------|-------------------------|
| Fixed assets | | |
| Tangible assets | 4 | 18,985 |
| | | <u>18,985</u> |
| Current assets | | |
| Debtors: amounts falling due within one year | 5 | 30,575 |
| | | <u>30,575</u> |
| Creditors: amounts falling due within one year | 6 | (506,508) |
| | | <u>(506,508)</u> |
| Net current liabilities | | <u>(475,933)</u> |
| Total assets less current liabilities | | <u>(456,948)</u> |
| Net liabilities | | <u><u>(456,948)</u></u> |
| Capital and reserves | | |
| Called up share capital | | 1 |
| Profit and loss account | | (456,949) |
| | | <u><u>(456,948)</u></u> |

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 provisions of FRS 102 Section 1A - small entities.

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 provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



F.C. Bauer
 Director
 Date: JULY 11th, 2018

The notes on pages 2 to 5 form part of these financial statements.

GUNPOWDER & SKY INTERNATIONAL, LTD

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

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

Gunpowder & Sky, LLC, the parent company, has indicated its financial support to the Company. Should this support be withdrawn then all the Company's assets would have to be restated at their net realisable values and its liabilities would have to be treated as falling due on demand.

The following principal accounting policies have been applied:

1.2 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

The estimated useful lives range as follows:

| | |
|--------------------|-----------|
| Computer equipment | - 3 years |
|--------------------|-----------|

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Profit and Loss Account.

1.3 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

1.4 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

GUNPOWDER & SKY INTERNATIONAL, LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2017**

1. Accounting policies (continued)

1.5 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

1.6 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Profit and Loss Account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

2. Auditors' information

The auditors' report on the financial statements for the period ended 31 December 2017 was unqualified, though the auditor drew attention to note 1.1 to these accounts which indicates the existence of material uncertainty. This may cause significant doubt about the Company's ability to continue as a going concern.

The audit report was signed by Louise Morriss ACA FCCA (Senior Statutory Auditor) on behalf of F&L Corporate Reporting Services Limited.

3. Employees

The average monthly number of employees, including directors, during the period was 2.

GUNPOWDER & SKY INTERNATIONAL, LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2017**

4. Tangible fixed assets

| | Computer equipment £ |
|--------------------------|----------------------------|
| Cost or valuation | |
| Additions | 21,496 |
| At 31 December 2017 | <u>21,496</u> |
| Depreciation | |
| Charge for the period | 2,511 |
| At 31 December 2017 | <u>2,511</u> |
| Net book value | |
| At 31 December 2017 | <u><u>18,985</u></u> |

5. Debtors

| | 2017 £ |
|--------------------------------|---------------|
| Other debtors | 22,605 |
| Prepayments and accrued income | 7,970 |
| | <u>30,575</u> |

6. Creditors: Amounts falling due within one year

| | 2017 £ |
|------------------------------------|-----------------------|
| Amounts owed to group undertakings | 461,921 |
| Accruals and deferred income | 44,587 |
| | <u><u>506,508</u></u> |

GUNPOWDER & SKY INTERNATIONAL, LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2017**

7. Financial commitments

At the end of the reporting period, the total amount of financial commitments, guarantees and contingencies that are not included in the balance sheet was £19,100.

8. Controlling party

Gunpowder & Sky, LLC is the parent company of the smallest group for which consolidated financial statements are drawn up of which the Company is a member. The registered office of the parent company is: 12211 W Washington Blvd, Suite 200, Culver City, CA 90066.

9. Post balance sheet events

There were no adjusting or non-adjusting events occurring between the end of the reporting period and the date these financial statements were approved.