

GUNPOWDER & SKY INTERNATIONAL, LTD

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

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	ZEDRA Corporate Reporting Services (UK) Limited

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BALANCE SHEET
AS AT 31 DECEMBER 2022

	Note	2022 £	2021 £
Current assets			
Debtors: amounts falling due within one year	4	16,828	3,104
Cash at bank and in hand		18,670	37,615
		<u>35,498</u>	<u>40,719</u>
Creditors: amounts falling due within one year	5	(2,384,049)	(2,371,198)
Net current liabilities		<u>(2,348,551)</u>	<u>(2,330,479)</u>
Total assets less current liabilities		<u>(2,348,551)</u>	<u>(2,330,479)</u>
Net liabilities		<u>(2,348,551)</u>	<u>(2,330,479)</u>
Capital and reserves			
Called up share capital		1	1
Profit and loss account		(2,348,552)	(2,330,480)
		<u>(2,348,551)</u>	<u>(2,330,479)</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 statement of comprehensive income 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: 20 December 2023

The notes on pages 2 to 4 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

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.

The following principal accounting policies have been applied:

1.2 Going concern

The Company is in a net liability of position of £2,348,551 due to the intercompany loan balance with the parent company, Gunpowder & Sky LLC, as a result of historic funding provided. Gunpowder & Sky International, Ltd has received written confirmation from its parent company, Gunpowder & Sky, LLC, that it will continue to provide financial support to the Company for a period of at least 12 months from the date of signing these financial statements.

For this reason, the director continues to adopt the going concern basis in preparing the financial statements.

1.3 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

Rendering of services

Turnover from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

1.4 Debtors

Short term debtors are measured at transaction price, less any impairment. Amounts owed by group undertakings are intercompany loans measured at cost, which are interest free and repayable on demand.

1.5 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

1. Accounting policies (continued)

1.6 Creditors

Short term creditors are measured at the transaction price. Amounts owed to group undertakings are intercompany loans measured at cost, which are interest free and repayable on demand.

1.7 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.

1.8 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the lease term.

1.9 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

2. Auditors' information

The auditors' report on the financial statements for the year ended 31 December 2022 was unqualified.

The audit report was signed on 20 December 2023 by Dominic King ACA (Senior Statutory Auditor) on behalf of ZEDRA Corporate Reporting Services (UK) Limited.

3. Employees

The average monthly number of employees during the year was 0 (2021 - 2).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

4. Debtors

	2022 £	2021 £
Amounts owed by group undertakings	12,758	2,758
Other debtors	3,070	145
Prepayments and accrued income	1,000	201
	<u>16,828</u>	<u>3,104</u>

5. Creditors: Amounts falling due within one year

	2022 £	2021 £
Trade creditors	2,000	2,500
Amounts owed to group undertakings	2,371,074	2,341,765
Other taxation and social security	-	4,242
Other creditors	-	391
Accruals and deferred income	10,975	22,300
	<u>2,384,049</u>	<u>2,371,198</u>

6. 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: 4201 Washington Blvd, Los Angeles, CA 90010.

7. 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.

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.