

Company registration number 12271964 (England and Wales)

**AFRONATION PUERTO RICO LTD**  
**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**  
**PAGES FOR FILING WITH REGISTRAR**

# AFRONATION PUERTO RICO LTD

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# AFRONATION PUERTO RICO LTD

## STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2022

|                                |       | 2022      |          | 2021        |          |
|--------------------------------|-------|-----------|----------|-------------|----------|
|                                | Notes | \$        | \$       | \$          | \$       |
| <b>Current assets</b>          |       |           |          |             |          |
| Trade and other receivables    | 3     | 651,320   |          | 3,221,832   |          |
| <b>Current liabilities</b>     | 4     | (671,798) |          | (3,242,166) |          |
| <b>Net current liabilities</b> |       |           | (20,478) |             | (20,334) |
| <b>Equity</b>                  |       |           |          |             |          |
| Called up share capital        | 5     |           | 130      |             | 130      |
| Retained earnings              |       |           | (20,608) |             | (20,464) |
| <b>Total equity</b>            |       |           | (20,478) |             | (20,334) |

The director of the company has elected not to include a copy of the income statement within the financial statements.

For the financial year ended 31 December 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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.

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

The financial statements were approved by the board of directors and authorised for issue on 28 November 2023 and are signed on its behalf by:

O P Asika  
Director

Company Registration No. 12271964

# AFRONATION PUERTO RICO LTD

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

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### 1 Accounting policies

#### Company information

Afronation Puerto Rico Ltd is a private company limited by shares incorporated in England and Wales. The registered office is First Floor, 5 Fleet Place, London, EC4M 7RD.

#### 1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest \$.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

These financial statements for the year ended 31 December 2022 are the first financial statements of Afronation Puerto Rico Ltd prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 January 2021. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

#### 1.2 Going concern

At the time of approving the financial statements, the director has a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the director continues to adopt the going concern basis of accounting in preparing the financial statements.

#### 1.3 Revenue

Revenue is recognised at the fair value of the consideration received or receivable for services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue represents ticket sales, sponsorship income and food & beverage sales.

Revenue is recognised on the date the festival occurs.

#### 1.4 Cash and cash equivalents

Cash and cash equivalents 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.

#### 1.5 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.

# AFRONATION PUERTO RICO LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

### 1 Accounting policies

(Continued)

#### **Basic financial assets**

Basic financial assets, which include trade and other receivables 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.

#### **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 trade and other payables, 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.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

### 1.6 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.

### 1.7 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

### 2 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

|       | 2022<br>Number | 2021<br>Number |
|-------|----------------|----------------|
| Total | 2              | 2              |

# AFRONATION PUERTO RICO LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

|   |                   |                   |                       |                         |
|---|-------------------|-------------------|-----------------------|-------------------------|
| <b>3 Trade and other receivables</b>        |                   |                   |                       |                         |
|   |                   |                   | <b>2022</b>           | <b>2021</b>             |
|   |                   |                   | <b>\$</b>             | <b>\$</b>               |
| <b>Amounts falling due within one year:</b> |                   |                   |                       |                         |
| Trade receivables                           |                   |                   | 275,378               | 633,163                 |
| Amounts owed by group undertakings          |                   |                   | -                     | 1,277,417               |
| Other receivables                           |                   |                   | 375,942               | 1,311,252               |
|   |                   |                   | <u>651,320</u>        | <u>3,221,832</u>        |
|   |                   |                   | <u><u>651,320</u></u> | <u><u>3,221,832</u></u> |
| <b>4 Current liabilities</b>                |                   |                   |                       |                         |
|   |                   |                   | <b>2022</b>           | <b>2021</b>             |
|   |                   |                   | <b>\$</b>             | <b>\$</b>               |
| Trade payables                              |                   |                   | 151,474               | 535,485                 |
| Amounts owed to group undertakings          |                   |                   | 132,861               | -                       |
| Taxation and social security                |                   |                   | -                     | 364,471                 |
| Other payables                              |                   |                   | 387,463               | 2,342,210               |
|   |                   |                   | <u>671,798</u>        | <u>3,242,166</u>        |
|   |                   |                   | <u><u>671,798</u></u> | <u><u>3,242,166</u></u> |
| <b>5 Called up share capital</b>            |                   |                   |                       |                         |
|   | <b>2022</b>       | <b>2021</b>       | <b>2022</b>           | <b>2021</b>             |
|   | <b>Number</b>     | <b>Number</b>     | <b>\$</b>             | <b>\$</b>               |
| <b>Ordinary share capital</b>               |                   |                   |                       |                         |
| <b>Issued and fully paid</b>                |                   |                   |                       |                         |
| 100 ordinary shares of £1.00 each           | 100               | 100               | 130                   | 130                     |
|   | <u>100</u>        | <u>100</u>        | <u>130</u>            | <u>130</u>              |
|   | <u><u>100</u></u> | <u><u>100</u></u> | <u><u>130</u></u>     | <u><u>130</u></u>       |

## 6 Related party transactions

At the year end the company owed £132,861 to Event Horizon Entertainment Limited (2021: the company was owed £1,277,417).

Event Horizon Entertainment own 100% of the issued share capital of the company.

There is a fixed and floating charge covering all the property and undertaking of Event Horizon Entertainment Limited in favour of The Helios Fairfax Partners Corporation.

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.