

Limited Liability Partnership registration number OC348191 (England and Wales)

BIG SCREEN PRODUCTIONS 12 LLP
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

FRIDAY



ABCNPTSI

A08

16/09/2022

#3

COMPANIES HOUSE

BIG SCREEN PRODUCTIONS 12 LLP

LIMITED LIABILITY PARTNERSHIP INFORMATION

Designated members Waterloo Film Partner 1 Limited
Waterloo Film Partner 2 Limited

LLP registration number OC348191

Registered office 15 Golden Square
London
United Kingdom
W1F 9JG

Auditor Shipleys LLP
10 Orange Street
Haymarket
London
WC2H 7DQ

BIG SCREEN PRODUCTIONS 12 LLP

CONTENTS

| | Page |
|--------------------------------------|-------------|
| Members' report | 1 - 3 |
| Independent auditor's report | 4 - 6 |
| Income statement | 7 |
| Statement of financial position | 8 |
| Reconciliation of members' interests | 9 - 10 |
| Notes to the financial statements | 11 - 14 |

BIG SCREEN PRODUCTIONS 12 LLP

MEMBERS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The members present their annual report and financial statements for the year ended 31 December 2021.

Principal activities

The Partnership was formed to conduct a film production business. Based in the UK, it draws on a deep pool of talent, both on and off screen, to produce and deliver high quality films to the Partnership's commissioning distributor ("the Commissioning Distributor").

The Partnership has adopted a sophisticated project selection procedure to manage risks from the outset and will only produce films where there is a strong likelihood of distribution and where the remuneration it receives is calculated by reference to gross sales receipts from the exploitation of the films it produces.

Review of business

On 26 July 2019, Inside Track Productions LLP (the "Inside Track Partnership"), Ingenious Film Partners 2 LLP (the "IFP Partnership") and Ingenious Games LLP (the "Games Partnership") (together the "Partnerships") received the decision of the Upper Tribunal on their appeals against the decisions of the First-tier Tax Tribunal against enquiry closure notices issued by HMRC.

The Upper Tribunal concluded that the Partnerships were not 'trading' and did not have a 'view to profit'. The finding that the Partnerships did not have a view to profit means the Partnerships (under the law as it existed in 2019) would be taxed as body corporates subject to corporation tax rather than as partnerships whose members are subject to tax. However, in the March 2020 budget the government announced its intention to introduce retrospective legislation to ensure that a Limited Liability Partnership continues to be taxed as a partnership where a partnership tax return was filed on the understanding that the partnership had a view to profit, even where it is subsequently found not to have had a view to profit. This became law as part of Finance Act 2020.

Accordingly, any tax impact of the final outcome (see below) is not expected to be reflected in the financial statements of BSP 12 for the years where its tax returns were filed on the understanding that the partnership had a 'view to profit'. However, the financial statements may need to reflect the tax impact of the final outcome on BSP 12 for the years where the partnership's tax returns were submitted on the basis that the partnership is a body corporate subject to corporation tax.

The Partnerships were granted permission to appeal the decision of the Upper Tribunal on the issues of 'trading' and 'view to profit' by the Court of Appeal in February 2020, and the appeal hearing before the Court of Appeal took place in March 2021. The decision of the Court of Appeal was received on 4 August 2021.

The Court of Appeal decided that the Inside Track and IFP Partnerships were 'trading' and trading with a 'view to profit', reversing the decision of the Upper Tribunal. The Court of Appeal dismissed the Games Partnership's appeal on the issue of 'trading'. The Court of Appeal did not explicitly address the 'view to profit' issue, although its "Order" dismissed the Games Partnership's appeal. The Games Partnership submitted an application, requesting permission to appeal the Court of Appeal decision, to the Supreme Court and is awaiting a decision. BSP 12 raised its funds, and undertook its film production transactions, in a very similar manner to the IFP Partnership. It is therefore expected that the main elements of the decision of the Court of Appeal in the case brought by the IFP Partnership should apply to BSP 12, although this remains to be confirmed as part of BSP 12's ongoing HMRC enquiry.

Pending a resolution to the ongoing HMRC enquiry into BSP 12, and any further proceedings in the Games Partnership tax case, BSP 12's tax returns will continue to be submitted on the basis that the partnership is a body corporate subject to corporation tax. Adjustments to income and costs recognised in the financial statements of the partnership may potentially be required following the finalisation of the Games Partnership tax case/HMRC enquiry. No provision for the potential tax impact has been made in the partnership's financial statements where it has submitted its tax returns as a body corporate subject to corporation tax, as the partnership cannot reasonably quantify the liability as a number of inputs into the calculation of the liability remain to be agreed with HMRC, which may also be impacted by the final outcome of the Games Partnership's tax case.

BIG SCREEN PRODUCTIONS 12 LLP

MEMBERS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Members' drawings, contributions and repayments

The Designated members are not entitled to drawings. In accordance with the Members' Agreement, drawings shall be made at the discretion of Goldwoodshire Limited, the operator of the Partnership ("the Operator").

Members' capital is subscribed in accordance with the current Members' Agreement, and retained by the Partnership until such time as the members agree to repay that capital. There were no transfers of members' capital to debt during the current or prior year.

The operating cash requirements of the Partnership shall be met out of the members' initial contributions. No member shall be required to make any further funding available after their admission as a member (save to the extent of their liability on a winding up).

Designated members

The designated members who held office during the year and up to the date of signature of the financial statements were as follows:

Waterloo Film Partner 1 Limited

Waterloo Film Partner 2 Limited

Future developments

The Partnership is well placed to benefit from the future exploitation of its film productions by the Commissioning Distributor and from its relationship with Fernlakes Limited and its subsidiaries ("the Ingenious Group").

Results for the year and allocation to members

The profit for the year before members' remuneration and profit shares was £19,480 (2020: £261,869).

Auditor

The auditor, Shipleys LLP, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

Statement of members' responsibilities

The members are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008) requires the members to prepare financial statements for each financial year. Under that law the members have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice. Under company law (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008) the members must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the limited liability partnership and of the profit or loss of the limited liability partnership for that period. In preparing these financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the limited liability partnership will continue in business.

The members are responsible for keeping adequate accounting records that are sufficient to show and explain the limited liability partnership's transactions and disclose with reasonable accuracy at any time the financial position of the limited liability partnership and enable them to ensure that the financial statements comply with the Companies Act 2006 (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008). They are also responsible for safeguarding the assets of the limited liability partnership and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Small LLPs exemption

This report has been prepared in accordance with the special provisions relating to small LLPs within Part 15 of the Companies Act 2006.

BIG SCREEN PRODUCTIONS 12 LLP

MEMBERS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Approved by the members on ...13/09/2022... and signed on behalf by:



.....
Waterloo Film Partner 1 Limited
Designated Member

BIG SCREEN PRODUCTIONS 12 LLP

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF BIG SCREEN PRODUCTIONS 12 LLP

Opinion

We have audited the financial statements of Big Screen Productions 12 LLP (the 'limited liability partnership') for the year ended 31 December 2021 which comprise the income statement, the statement of financial position, the reconciliation of members' interests and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the limited liability partnership's affairs as at 31 December 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the limited liability partnership in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the members' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the limited liability partnership's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the members with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The members are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

BIG SCREEN PRODUCTIONS 12 LLP

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF BIG SCREEN PRODUCTIONS 12 LLP

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 as applied to limited liability partnerships requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit; or
- the members were not entitled to prepare the financial statements in accordance with the small limited liability partnerships regime.

Responsibilities of members

As explained more fully in the members' responsibilities statement, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the members are responsible for assessing the limited liability partnership's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the members either intend to liquidate the limited liability partnership or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

We obtained an understanding of the Company's business, controls, legal and regulatory frameworks, laws and regulations and assessed the susceptibility of the Company's financial statements to material misstatements from irregularities, including fraud, and instances of non-compliance with laws and regulations.

Based on this understanding we designed our audit procedures to detect irregularities, including fraud. Testing undertaken included making enquiries of the management; journal entry testing; review of board minutes; reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations. These procedures were designed to provide reasonable assurance that the financial statements were free from fraud or error.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

BIG SCREEN PRODUCTIONS 12 LLP

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF BIG SCREEN PRODUCTIONS 12 LLP

Use of our report

This report is made solely to the limited liability partnership's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 as applied by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008. Our audit work has been undertaken so that we might state to the limited liability partnership's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the limited liability partnership and the limited liability partnership's members as a body, for our audit work, for this report, or for the opinions we have formed.

Stephen Joberns

Stephen Joberns
Senior Statutory Auditor
For and on behalf of Shipleys LLP

14/9/2022

Date:

Chartered Accountants
Statutory Auditor

10 Orange Street
Haymarket
London
WC2H 7DQ

BIG SCREEN PRODUCTIONS 12 LLP

INCOME STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2021

| | Notes | 2021 £ | 2020 £ |
|---|-------|----------------|----------------|
| Turnover | | 24,505 | 266,617 |
| Administrative expenses | | <u>(5,025)</u> | <u>(4,748)</u> |
| Profit for the financial year before members' remuneration and profit shares available for discretionary division among members | | <u>19,480</u> | <u>261,869</u> |

The income statement has been prepared on the basis that all operations are continuing operations.

BIG SCREEN PRODUCTIONS 12 LLP

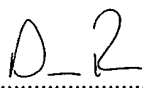
STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

| | Notes | 2021 £ | £ | 2020 £ | £ |
|--|-------|------------------|---------------------|------------------|---------------------|
| Current assets | | | | | |
| Debtors | 5 | 1,627 | | 34,697 | |
| Cash at bank and in hand | | 198,799 | | 160,340 | |
| | | <u>200,426</u> | | <u>195,037</u> | |
| Creditors: amounts falling due within one year | 6 | <u>(174,224)</u> | | <u>(167,210)</u> | |
| Net current assets and net assets attributable to members | | | <u>26,202</u> | | <u>27,827</u> |
| Represented by: | | | | | |
| Members' other interests | | | | | |
| Members' capital classified as equity | | | 32,848,024 | | 32,848,024 |
| Other reserves classified as equity | | | <u>(32,821,822)</u> | | <u>(32,820,197)</u> |
| | | | <u>26,202</u> | | <u>27,827</u> |

These financial statements have been prepared in accordance with the provisions applicable to limited liability partnerships subject to the small limited liability partnerships regime.

The financial statements were approved by the members and authorised for issue on 13/09/2022 and are signed on their behalf by:



Waterloo Film Partner 1 Limited
Designated member

Limited Liability Partnership Registration No. OC348191

BIG SCREEN PRODUCTIONS 12 LLP

RECONCILIATION OF MEMBERS' INTERESTS FOR THE YEAR ENDED 31 DECEMBER 2021

Current financial year

| | EQUITY | | TOTAL |
|--|--------------------------|----------------|--------------------|
| | Members' other interests | | MEMBERS' INTERESTS |
| | Members' capital | Other reserves | Total 2021 |
| | £ | £ | £ |
| Members' interests at 1 January 2021 | 32,848,024 | (32,820,197) | 27,827 |
| Profit for the financial year available for discretionary division among members | - | 19,480 | 19,480 |
| Members' interests after profit for the year | 32,848,024 | (32,800,717) | 47,307 |
| Drawings | - | (21,105) | (21,105) |
| Members' interests at 31 December 2021 | 32,848,024 | (32,821,822) | 26,202 |

BIG SCREEN PRODUCTIONS 12 LLP

RECONCILIATION OF MEMBERS' INTERESTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Prior financial year

| | EQUITY | | TOTAL |
|--|--------------------------|----------------|--------------------|
| | Members' other interests | | MEMBERS' INTERESTS |
| | Members' capital | Other reserves | Total 2020 |
| | £ | £ | £ |
| Members' interests at 1 January 2020 | 32,848,024 | (32,818,849) | 29,175 |
| Profit for the financial year available for discretionary division among members | - | 261,869 | 261,869 |
| Members' interests after profit for the year | 32,848,024 | (32,556,980) | 291,044 |
| Drawings | - | (263,217) | (263,217) |
| Members' interests at 31 December 2020 | 32,848,024 | (32,820,197) | 27,827 |

BIG SCREEN PRODUCTIONS 12 LLP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Limited liability partnership information

Big Screen Productions 12 LLP is a limited liability partnership incorporated in England and Wales. The registered office is 15 Golden Square, London, United Kingdom, W1F 9JG.

The limited liability partnership's principal activities are disclosed in the Members' Report.

1.1 Accounting convention

These financial statements have been prepared in accordance with the Statement of Recommended Practice "Accounting by Limited Liability Partnerships" issued in December 2018, together 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 limited liability partnership. 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.

1.2 Going concern

The Partnership's business activities, together with the factors likely to affect its future development, performance and position have been reviewed by the members.

Having assessed the risks facing the Partnership as described above and as set out in the Member's Report, its financial position, profit and cash flow forecasts, the members believe that the Partnership is well placed to manage its business successfully and will be able to maintain positive cashflows for the foreseeable future. Accordingly, the members continue to adopt the going concern basis in preparing the Annual Report and Financial Statements.

1.3 Turnover

Turnover represents the amounts recoverable for the services provided to clients, excluding value added tax, under contractual obligations which are performed gradually over time.

If, at the balance sheet date, completion of contractual obligations is dependent on external factors (and thus outside the control of the Limited Liability Partnership), then revenue is recognised only when the event occurs. In such cases, costs incurred up to the balance sheet date are carried forward as work in progress.

1.4 Members' participating interests

Members' participation rights are the rights of a member against the LLP that arise under the members' agreement (for example, in respect of amounts subscribed or otherwise contributed remuneration and profits).

Members' participation rights in the earnings or assets of the LLP are analysed between those that are, from the LLP's perspective, either a financial liability or equity, in accordance with section 22 of FRS 102. A member's participation rights including amounts subscribed or otherwise contributed by members, for example members' capital, are classed as liabilities unless the LLP has an unconditional right to refuse payment to members, in which case they are classified as equity.

BIG SCREEN PRODUCTIONS 12 LLP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

All amounts due to members that are classified as liabilities are presented within 'Loans and other debts due to members' and, where such an amount relates to current year profits, they are recognised within 'Members' remuneration charged as an expense' in arriving at the relevant year's result. Undivided amounts that are classified as equity are shown within 'Members' other interests'. Amounts recoverable from members are presented as debtors and shown as amounts due from members within members' interests.

Where there exists an asset and liability component in respect of an individual member's participation rights, they are presented on a gross basis unless the LLP has both a legally enforceable right to set off the recognised amounts, and it intends either to settle on a net basis or to settle and realise these amounts simultaneously, in which case they are presented net.

Once an unavoidable obligation has been created in favour of members through allocation of profits or other means, any undrawn profits remaining at the reporting date are shown as 'Loans and other debts due to members' to the extent they exceed debts due from a specific member.

1.5 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.

1.6 Financial instruments

The limited liability partnership 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 limited liability partnership's statement of financial position when the limited liability partnership becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset and 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.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

BIG SCREEN PRODUCTIONS 12 LLP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the limited liability partnership transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

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.

Other financial liabilities

Derivatives, including interest rate swaps and forward foreign exchange contracts, are not basic financial instruments. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in profit or loss in finance costs or finance income as appropriate, unless hedge accounting is applied and the hedge is a cash flow hedge.

Debt instruments that do not meet the conditions in FRS 102 paragraph 11.9 are subsequently measured at fair value through profit or loss. Debt instruments may be designated as fair value through profit or loss to eliminate or reduce an accounting mismatch or if the instruments are measured and their performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

Derecognition of financial liabilities

Financial liabilities are derecognised when the limited liability partnership's obligations expire or are discharged or cancelled.

1.7 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

2 Auditor's remuneration

| | 2021 | 2020 |
|---|---------------|---------------|
| | £ | £ |
| Fees payable to the LLP's auditor and associates: | | |
| For audit services | | |
| Audit of the financial statements of the LLP | 3,400 | 3,400 |
| | <u> </u> | <u> </u> |

3 Employees

The average number of persons (excluding members) employed by the partnership during the year was:

| | 2021 | 2020 |
|-------|---------------|---------------|
| | Number | Number |
| Total | - | - |
| | <u> </u> | <u> </u> |

BIG SCREEN PRODUCTIONS 12 LLP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

4 Information in relation to members

| | 2021 Number | 2020 Number |
|---|----------------|----------------|
| Average number of members during the year | 18 | 18 |

| | 2021 £ | 2020 £ |
|--|-----------|-----------|
| Profit attributable to the member with the highest entitlement | - | - |

5 Debtors

| | 2021 £ | 2020 £ |
|--------------------------------------|-----------|-----------|
| Amounts falling due within one year: | | |
| Other debtors | 1,627 | 34,697 |

6 Creditors: amounts falling due within one year

| | 2021 £ | 2020 £ |
|-----------------|-----------|-----------|
| Other creditors | 174,224 | 167,210 |

7 Financial commitments, guarantees and contingent liabilities

Charges are in place against the films entitled "Gullivers Travel", "Percy Jackson" and "The A Team " in favour of the following parties to secure interests in the copyright of and title of the films:

Fox Searchlight Pictures, Inc.
Twentieth Century Fox Film Corporation
Twentieth Century Fox Worldwide Productions, Inc

As noted in the Review of Business, no provision for the tax impact of the Upper Tribunal decision has been made in the Partnerships' financial statements for the years ended 31 December 2019, 2020 and 2021. The Partnership cannot reasonably quantify the liability as a number of inputs into the calculation of the liability remain to be agreed with HMRC and this is not expected to happen until the Partnership's tax case is finally resolved.

8 Parent company

The Ingenious Member controls the financial and operating policies of the Partnership. The ultimate parent company of the Ingenious Member is Freeshire Limited. Freeshire Limited is a wholly-owned subsidiary within the Group. Fernlakes Limited is the only parent undertaking for which consolidated financial statements are prepared.

The consolidated financial statements of Fernlakes Limited can be obtained from Companies House, Crown Way, Maindy, Cardiff, CF14 3UZ.

The controlling shareholder of Fernlakes Limited in the year was Patrick.A.McKenna.