

Company registration number 13654490 (England and Wales)

**PIPE ENTERTAINMENT UK LIMITED**  
**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**  
**PAGES FOR FILING WITH REGISTRAR**

**PIPE ENTERTAINMENT UK LIMITED**

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# PIPE ENTERTAINMENT UK LIMITED

## STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2022

|  |       | 2022              |                 | 2021              |               |
|--|-------|-------------------|-----------------|-------------------|---------------|
|  | Notes | £                 | £               | £                 | £             |
| <b>Current assets</b>  |       |                   |                 |                   |               |
| Trade and other receivables falling due after more than one year | 3     | 1,307,836         |                 | 3,009,094         |               |
| Trade and other receivables falling due within one year          | 3     | 24,740,969        |                 | 2,909,455         |               |
| Cash and cash equivalents  |       | 8,177,022         |                 | 6,579,793         |               |
|  |       | <u>34,225,827</u> |                 | <u>12,498,342</u> |               |
| <b>Current liabilities</b>                                       | 4     | (34,251,729)      |                 | (12,263,924)      |               |
| <b>Net current (liabilities)/assets</b>                          |       |                   | (25,902)        |                   | 234,418       |
| <b>Non-current liabilities</b>                                   | 5     |                   | (36,371)        |                   | (219,269)     |
| <b>Net (liabilities)/assets</b>                                  |       |                   | <u>(62,273)</u> |                   | <u>15,149</u> |
| <b>Equity</b>  |       |                   |                 |                   |               |
| Called up share capital  | 6     |                   | 100             |                   | 100           |
| Retained earnings  |       |                   | (62,373)        |                   | 15,049        |
| <b>Total equity</b>  |       |                   | <u>(62,273)</u> |                   | <u>15,149</u> |

The directors of the company have 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 directors acknowledge their 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 September 2023 and are signed on its behalf by:

B L Goodyear  
**Director**

**Company Registration No. 13654490**

# PIPE ENTERTAINMENT UK LIMITED

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

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### 1 Accounting policies

#### Company information

Pipe Entertainment UK Limited 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.

#### 1.2 Going concern

At the reporting date, the company had made a loss of £77,422 and had net liabilities of £62,273. However, included in current liabilities are amounts due to both the immediate parent and ultimate parent who have confirmed that these amounts, although repayable on demand, will not be called upon in the twelve months from the date of approving these accounts and that they will provide such financial support as is necessary for the company's operations.

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

#### 1.3 Revenue

Revenue represents income arising from purchased receivable contracts and is recognised using the effective interest rate method.

#### 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 and other short-term liquid investments with original maturities of three months or less.

#### 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.

#### 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.

# PIPE ENTERTAINMENT UK LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2022

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#### 1 Accounting policies

(Continued)

##### **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 and loans from fellow group companies, 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 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

##### **Current tax**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

##### **Deferred tax**

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

#### 1.8 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.

# PIPE ENTERTAINMENT UK LIMITED

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

### 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              |

### 3 Trade and other receivables

|   | 2022<br>£         | 2021<br>£        |
|---|-------------------|------------------|
| <b>Amounts falling due within one year:</b> |                   |                  |
| Trade receivables                           | 10,124,210        | 2,879,795        |
| Amounts owed by group undertakings          | 14,497,946        | -                |
| Other receivables                           | 118,813           | 29,660           |
|   | <u>24,740,969</u> | <u>2,909,455</u> |

|  | 2022<br>£         | 2021<br>£        |
|--|-------------------|------------------|
| <b>Amounts falling due after more than one year:</b> |                   |                  |
| Trade receivables                                    | 1,307,836         | 3,009,094        |
|  | <u>1,307,836</u>  | <u>3,009,094</u> |
| <b>Total debtors</b>                                 | <u>26,048,805</u> | <u>5,918,549</u> |

### 4 Current liabilities

|                                     | 2022<br>£         | 2021<br>£         |
|-------------------------------------|-------------------|-------------------|
| Trade payables                      | 8,627             | -                 |
| Amounts owed to parent undertakings | 33,450,846        | 12,064,553        |
| Other payables                      | 792,256           | 199,371           |
|                                     | <u>34,251,729</u> | <u>12,263,924</u> |

### 5 Non-current liabilities

|                | 2022<br>£     | 2021<br>£      |
|----------------|---------------|----------------|
| Other payables | 36,371        | 219,269        |
|                | <u>36,371</u> | <u>219,269</u> |

## PIPE ENTERTAINMENT UK LIMITED

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### FOR THE YEAR ENDED 31 DECEMBER 2022

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**6 Called up share capital**

|                               | <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>  |                   |                   |                   |                   |
| Ordinary shares of £1 each    | 100               | 100               | 100               | 100               |
|                               | <u>          </u> | <u>          </u> | <u>          </u> | <u>          </u> |

**7 Parent company and ultimate parent company**

The immediate parent company is Pipe Technologies UK Limited, a company incorporated in the UK, which owns 100% of the issued ordinary share capital. The registered office address of Pipe Technologies UK Limited is First Floor, 5 Fleet Place, London, EC4M 7RD.

The company's ultimate parent is Pipe Technologies Inc, a company incorporated in the USA whose address is 548 Market St PMB 93796, San Francisco, CA, 94104-5401, US. Pipe Technologies Inc prepares accounts for the largest and smallest group within which the results of Pipe Entertainment UK Limited are consolidated.

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.