

Chongie Entertainment UK Limited

Unaudited Filleted Financial Statements
for the Period from 17 April 2023 to 31 December 2023

Crossley & Davis Chartered Accountants
Ground Floor Seneca House
Links Point
Amy Johnson Way
Blackpool
FY4 2FF

Chongie Entertainment UK Limited

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Chongie Entertainment UK Limited

Company Information

Director	Mr D Baltadzhiev
Registered office	3-5 Wardour Street London W1D 6PB
Accountants	Crossley & Davis Chartered Accountants Ground Floor Seneca House Links Point Amy Johnson Way Blackpool FY4 2FF

**Chartered Accountants' Report to the Director on the Preparation of the Unaudited Statutory
Accounts of
Chongie Entertainment UK Limited
for the Period Ended 31 December 2023**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Chongie Entertainment UK Limited for the period ended 31 December 2023 as set out on pages 3 to 10 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/regulation>.

This report is made solely to the Board of Directors of Chongie Entertainment UK Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Chongie Entertainment UK Limited and state those matters that we have agreed to state to the Board of Directors of Chongie Entertainment UK Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Chongie Entertainment UK Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Chongie Entertainment UK Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of Chongie Entertainment UK Limited. You consider that Chongie Entertainment UK Limited is exempt from the statutory audit requirement for the period.

We have not been instructed to carry out an audit or a review of the accounts of Chongie Entertainment UK Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

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Crossley & Davis Chartered Accountants
Ground Floor Seneca House
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25 April 2024

Chongie Entertainment UK Limited
(Registration number: 14806879)
Balance Sheet as at 31 December 2023

	Note	2023 £
Fixed assets		
Intangible assets	<u>4</u>	52,271
Tangible assets	<u>5</u>	11,352
Investments	<u>6</u>	3
		<u>63,626</u>
Current assets		
Debtors	<u>7</u>	34,581
Cash at bank and in hand		<u>1</u>
		34,582
Creditors: Amounts falling due within one year	<u>8</u>	<u>(106,577)</u>
Net current liabilities		<u>(71,995)</u>
Net liabilities		<u>(8,369)</u>
Capital and reserves		
Called up share capital	<u>9</u>	1
Retained earnings		<u>(8,370)</u>
Shareholders' deficit		<u>(8,369)</u>

For the financial period ending 31 December 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the period in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime. As permitted by section 444 (5A) of the Companies Act 2006, the director has not delivered to the registrar a copy of the Profit and Loss Account.

Chongie Entertainment UK Limited
(Registration number: 14806879)
Balance Sheet as at 31 December 2023

Approved and authorised by the director on 25 April 2024

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Mr D Baltadzhiev
Director

Chongie Entertainment UK Limited

Notes to the Unaudited Financial Statements for the Period from 17 April 2023 to 31 December 2023

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

3-5 Wardour Street
London
W1D 6PB
England

These financial statements were authorised for issue by the director on 25 April 2024.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

Basis of preparation

These financial statements have been prepared using the historical cost convention.

Disclosure of long or short period

This is the first period of account and the financial statements have been prepared for a short period. Future financial statements will be prepared for a 12 month period and will not be directly comparable to these accounts.

Going concern

The financial statements have been prepared on a going concern basis. The entity is backed by its ultimate controlling owner who is committed to supporting the ongoing operations of the company for the foreseeable future.

Revenue recognition

The company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the company and specific criteria have been met for each of the activities. Turnover is recognised at the fair value of income receivable.

Tax

The tax expense for the period comprises deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

Chongie Entertainment UK Limited

Notes to the Unaudited Financial Statements for the Period from 17 April 2023 to 31 December 2023

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Leasehold improvements	5 year straight line

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Lease premiums	20% reducing balance

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Chongie Entertainment UK Limited

Notes to the Unaudited Financial Statements for the Period from 17 April 2023 to 31 December 2023

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

3 Staff numbers

The average number of persons employed by the company (including the director) during the period, was 1.

Chongie Entertainment UK Limited

Notes to the Unaudited Financial Statements for the Period from 17 April 2023 to 31 December 2023

4 Intangible assets

	Other intangible assets £	Total £
Cost or valuation		
Additions acquired separately	52,742	52,742
At 31 December 2023	52,742	52,742
Amortisation		
Amortisation charge	471	471
At 31 December 2023	471	471
Carrying amount		
At 31 December 2023	52,271	52,271

Chongie Entertainment UK Limited

Notes to the Unaudited Financial Statements for the Period from 17 April 2023 to 31 December 2023

5 Tangible assets

	Land and buildings £	Total £
Cost or valuation		
Additions	11,352	11,352
At 31 December 2023	11,352	11,352
Depreciation		
Carrying amount		
At 31 December 2023	11,352	11,352

Included within the net book value of land and buildings above is £11,352 in respect of short leasehold land and buildings.

6 Investments

	2023 £
Investments in subsidiaries	3
Subsidiaries	£
Cost or valuation	
Additions	3
At 31 December 2023	3
Provision	
At 31 December 2023	-
Carrying amount	
At 31 December 2023	3

Chongie Entertainment UK Limited

Notes to the Unaudited Financial Statements for the Period from 17 April 2023 to 31 December 2023

7 Debtors

	2023
	£
Current	
Prepayments	8,447
Other debtors	26,134
	<u>34,581</u>

8 Creditors

Creditors: amounts falling due within one year

	2023
	£
	Note
Due within one year	
Amounts owed to group undertakings and undertakings in which the company has a participating interest	104,777
Accruals and deferred income	1,800
	<u>106,577</u>

9 Share capital

Allotted, called up and fully paid shares

	2023	
	No.	£
Ordinary shares of £1 each	1	1

10 Non adjusting events after the financial period

On 1st April 2024, Chongie Entertainment UK Ltd acquired the entire trade, assets and liabilities of Chongie Entertainment Ltd, a company registered in the Bahamas.

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.