

Spectrum Radio Limited

Directors' Report and Unaudited Financial Statements

For the year ended 31 October 2015



Spectrum Radio Limited

Company Information

Directors	T R Aldrich R J Bullock
Secretary	T R Aldrich
Company number	02388187
Registered office	4 Ingate Place London SW8 3NS
Accountants	Kingston Smith LLP Devonshire House 60 Goswell Road London EC1M 7AD

Spectrum Radio Limited

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Spectrum Radio Limited

Directors' Report

For the year ended 31 October 2015

The directors present their report and financial statements for the year ended 31 October 2015.

Directors

The following directors have held office since 1 November 2014:

T R Aldrich
R J Bullock

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

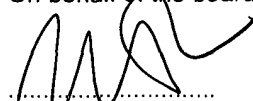
Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors 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 company and of the profit or loss of the company for that period. In preparing these financial statements, the directors 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 company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

On behalf of the board



T R Aldrich

Director

25 July 2016

Spectrum Radio Limited

Chartered Accountants' Report to the Board of Directors on the preparation of the unaudited Statutory Financial Statements of Spectrum Radio Limited for the year ended 31 October 2015

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Spectrum Radio Limited for the year ended 31 October 2015 which comprise the Profit and Loss Account, the Balance Sheet and the related notes 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, we are subject to its ethical and other professional requirements which are detailed at icaew.com/regulations.

This report is made solely to the Board of Directors of Spectrum Radio Limited, as a body, in accordance with the terms of our engagement letter dated 14 December 2012. Our work has been undertaken solely to prepare for your approval the financial statements of Spectrum Radio Limited and state those matters that we have agreed to state to the Board of Directors of Spectrum Radio Limited, as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Spectrum Radio Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Spectrum Radio Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Spectrum Radio Limited. You consider that Spectrum Radio Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Spectrum Radio 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 financial statements.



Kingston Smith LLP

Chartered Accountants

26 July 2016

Devonshire House
60 Goswell Road
London
EC1M 7AD

Spectrum Radio Limited

Profit and Loss Account

For the year ended 31 October 2015

		2015	2014
	Notes	£	as restated £
Turnover		1,143,630	844,416
Cost of sales		(274,569)	(253,374)
Gross profit		869,061	591,042
Administrative expenses		(1,036,821)	(664,575)
Other operating income		172,546	137,008
Operating profit	2	4,786	63,475
Profit loss on sale of tangible assets		2,883	-
Profit on ordinary activities before interest		7,669	63,475
Amounts written off from parent company	3	-	(301,828)
Interest payable and similar charges		(719)	-
Profit/(loss) on ordinary activities before taxation		6,950	(238,353)
Tax on profit/(loss) on ordinary activities	4	-	-
Profit/(loss) for the year	11	6,950	(238,353)

Spectrum Radio Limited

Balance Sheet

As at 31 October 2015

	Notes	2015 £	£	2014 £	£
Fixed assets					
Intangible assets	5		8,632		10,703
Tangible assets	6		29,581		39,790
			<u>38,213</u>		<u>50,493</u>
Current assets					
Debtors	7	243,446		245,286	
Cash at bank and in hand		28,214		8,143	
		<u>271,660</u>		<u>253,429</u>	
Creditors: amounts falling due within one year	8	(276,539)		(277,538)	
Net current liabilities			<u>(4,879)</u>		<u>(24,109)</u>
Total assets less current liabilities			<u>33,334</u>		<u>26,384</u>
Capital and reserves					
Called up share capital	10	3,000,000		3,000,000	
Share premium account	11	45,159		45,159	
Profit and loss account	11	(3,011,825)		(3,018,775)	
Shareholders' funds			<u>33,334</u>		<u>26,384</u>

For the financial year ended 31 October 2015 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- 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;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board for issue on 22/7/16

T R Aldrich
Director

Company Registration No. 02388187

Spectrum Radio Limited

Notes to the Financial Statements

For the year ended 31 October 2015

1	Accounting policies																			
1.1	Accounting convention	The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).																		
1.2	Compliance with accounting standards	The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).																		
1.3	Turnover	Turnover represents amounts receivable for services provided during the year, net of VAT and discounts.																		
1.4	Patents	Intangible fixed assets are stated at cost less depreciation. Amortisation is calculated to write off the cost in equal annual instalments over the estimated useful lives of intangible assets.																		
1.5	Tangible fixed assets and depreciation	Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows: Computer equipment 33% straight line per annum Fixtures, fittings & equipment 33% straight line per annum																		
1.6	Pensions	The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.																		
1.7	Deferred taxation	Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.																		
2	Operating profit	<table><tr><td>Operating profit is stated after charging:</td><td></td></tr><tr><td>Amortisation of intangible assets</td><td>2,071</td></tr><tr><td>Depreciation of tangible assets</td><td>12,270</td></tr><tr><td>Directors' remuneration</td><td>29,722</td></tr><tr><td></td><td><u>23,179</u></td></tr><tr><td></td><td><u>2015</u></td></tr><tr><td></td><td><u>2014</u></td></tr><tr><td></td><td><u>£</u></td></tr><tr><td></td><td><u>£</u></td></tr></table>	Operating profit is stated after charging:		Amortisation of intangible assets	2,071	Depreciation of tangible assets	12,270	Directors' remuneration	29,722		<u>23,179</u>		<u>2015</u>		<u>2014</u>		<u>£</u>		<u>£</u>
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The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 2 (2014 - 2).

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Spectrum Radio Limited

Notes to the Financial Statements (Continued)

For the year ended 31 October 2015

3	Amounts written off investments	2015	2014
		£	£
	Amounts written off current asset investments	-	301,828
		<u> </u>	<u> </u>

4 Taxation

The company has estimated losses of £ 355,398 (2014 - £ 380,573) available for carry forward against future trading profits.

5 Intangible fixed assets

	Patents
	£
Cost	
At 1 November 2014 & at 31 October 2015	100,734
	<u> </u>
Amortisation	
At 1 November 2014	90,031
Charge for the year	2,071
	<u> </u>
At 31 October 2015	92,102
	<u> </u>
Net book value	
At 31 October 2015	8,632
	<u> </u>
At 31 October 2014	10,703
	<u> </u>

Spectrum Radio Limited

Notes to the Financial Statements (Continued)

For the year ended 31 October 2015

6 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 November 2014	538,901
Additions	26,844
Disposals	(25,004)
At 31 October 2015	540,741
Depreciation	
At 1 November 2014	499,111
On disposals	(2,883)
Charge for the year	14,932
At 31 October 2015	511,160
Net book value	
At 31 October 2015	29,581
At 31 October 2014	39,790

7 Debtors

	2015 £	2014 £
Trade debtors	182,756	176,314
Other debtors	60,690	68,972
	<u>243,446</u>	<u>245,286</u>

Spectrum Radio Limited

Notes to the Financial Statements (Continued)

For the year ended 31 October 2015

8 Creditors: amounts falling due within one year	2015 £	2014 £
Trade creditors	150,568	186,428
Amounts owed to group undertakings and undertakings in which the company has a participating interest	11,600	-
Taxation and social security	4,976	6,864
Other creditors	109,395	84,246
	<u>276,539</u>	<u>277,538</u>

Lloyds Bank PLC hold a legal charge over the freehold property, all assets, all cash balances and book debts of the company.

9 Pension costs

Defined contribution

	2015 £	2014 £
Contributions payable by the company for the year	<u>44,886</u>	<u>7,168</u>

10 Share capital

	2015 £	2014 £
Allotted, called up and fully paid		
3,000,000 Ordinary shares of £1 each	<u>3,000,000</u>	<u>3,000,000</u>

11 Statement of movements on reserves

	Share premium account £	Profit and loss account £
Balance at 1 November 2014	45,159	(3,018,775)
Profit for the year	-	6,950
Balance at 31 October 2015	<u>45,159</u>	<u>(3,011,825)</u>

Spectrum Radio Limited

Notes to the Financial Statements (Continued)

For the year ended 31 October 2015

12 Financial commitments

At 31 October 2015 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 October 2016:

	2015 £	2014 £
Operating leases which expire:		
Between two and five years	56,000	56,000

13 Control

The ultimate controlling party is Chaumont Limited, a company registered in England and Wales. Chaumont Limited is controlled by T R Aldrich by virtue of being the majority shareholder. A copy of the parent company's accounts can be obtained from its registered office or from the Registrar of Companies House in the UK.

14 Related party relationships and transactions

At the balance sheet date an amount of £11,600 (2014: due to Spectrum £278,842) was due from Spectrum Radio Limited to Chaumont Limited as the balance between the two companies was written off during the year. During the year the company incurred management charges of £99,436 (2014: £100,000) and rental expenses of £56,000 (2014: £56,000) from Chaumont Limited. The directors of Chaumont Limited are also the directors of Spectrum Radio Limited and T R Aldrich is a shareholder in Chaumont Limited.

At the balance sheet date Spectrum Radio Limited owed £nil (2014: £2,309) to Diamond Conspiracy Limited, an entity which Chaumont Limited holds a one quarter share.

At the balance sheet date, the company owed £61,600 (2014: £60,936) to Marchmont Consulting Limited, a company in which T R Aldrich is a director.

All of the above transactions were carried out on an arms length basis.