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dmgmedia.co.uk

Registration number: 03709742

A&N Media Finance Services Limited

Annual Report and Financial Statements

for the Period from 30 September 2019 to 27 September 2020

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A&N Media Finance Services Limited

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A&N Media Finance Services Limited

Company Information

Directors J J S Welsh

Company secretary F Sallas

Registered office Northcliffe House
2 Derry Street
Kensington
London
W8 5TT

Solicitors Reynolds Porter Chamberlain
Tower Bridge House
St Katherine's Way
London
E1W 1AA

Bankers The Royal Bank of Scotland plc
Corporate Services
PO Box 34
15 Bishopsgate
London
EC2P 2AP

Independent auditors PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
1 Embankment Place
London
WC2N 6RH

A&N Media Finance Services Limited

Strategic Report for the Period from 30 September 2019 to 27 September 2020

The director presents his Strategic Report for the period from 30 September 2019 to 27 September 2020.

Principal activities

The principal activity of the Company is the operation of a shared services centre to provide finance and related IT services to members of the Daily Mail and General Trust plc group ("DMGT").

On 27 September 2020 all of the employees of the business were transferred and all of its trade together with its trading assets and liabilities were transferred to Associated Newspapers Limited, a fellow subsidiary company, at net book value for nil gain nil loss.

The Company is a wholly owned subsidiary of DMGT and operates as part of their dmg media division. The performance of the group's dmg media division of DMGT, which includes the Company, is discussed in the DMGT Annual Report (available at www.dmg.co.uk) which does not form part of this Report.

Operating and business review

As shown in the income statement, revenue totalled £2,906,000 (2019: £3,173,000). The operating loss for the financial period was £1,037,000 (2019: £432,000).

The loss for the financial period of the Company amounted to £1,075,000 (2019: loss of £506,000). Total Shareholders' Funds as at 27 September 2020 was £50,041,000 (2019: £51,101,000).

The Company's key financial and other performance indicators during the period were as follows:

	Unit	2020	2019
Operating loss	£000	(1,037)	(432)
% operating loss	%	(36)	(14)
Loss for the financial period	£000	(1,075)	(506)
Employees (monthly average number)	FTE	62	65
Net assets	£000	50,041	51,101

Principal risks and uncertainties

The Company has ceased trading and has transferred all trade, assets, liabilities and employees to Associated Newspapers Limited. The director is therefore of the opinion that the risks and uncertainties are negligible.

Corporate responsibility review

Employees

Details of the number of Company employees and related costs can be found in the notes to the financial statements.

A&N Media Finance Services Limited

Strategic Report for the Period from 30 September 2019 to 27 September 2020 (continued)

Employment of disabled persons

The Company gives full and fair consideration to suitable applications from disabled persons for employment. If existing employees become disabled they will continue to be employed, wherever practicable, in the same job or, if this is not practicable, every effort will be made to find suitable alternative employment and to provide appropriate training. It is the policy of the Company that the training, career development and promotion of disabled persons should, as far as possible be identical with that of other employees.

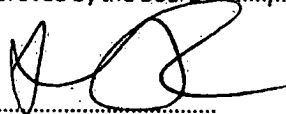
Employee involvement

The Company participates in the DMGT Group's policies and practices to keep employees informed on matters relevant to them as employees through regular meetings and newsletters. Employee representatives are consulted regularly on a wide range of matters affecting their interests.

Environmental matters

The Company recognises the importance of its environmental responsibilities, monitors its impact on the environment and designs and implements policies to reduce any damage that might be caused by the Company's activities. Initiatives designed to minimise the Company's net impact on the environment include recycling and reducing energy consumptions.

Approved by the Board on 3/2/21 and signed on its behalf by:



JJS Welsh
Director

Date: 3/2/21

A&N Media Finance Services Limited

Director's Report for the Period from 30 September 2019 to 27 September 2020

The director presents his annual report on the affairs of A&N Media Finance Services Limited ("the Company"), together with the audited financial statements and Independent Auditors' report for the 52 week period from 30 September 2019 to 27 September 2020.

Details of the principal activities, principal risks and uncertainties including financial risk management and policies where appropriate can be found in the Strategic Report on pages 2 and 3 and form part of this report.

Director of the Company

The director of the Company who was in office during the period and up to the date of signing the financial statements was:

J J S Welsh

Future developments

The Company has now ceased trading and is expected to remain dormant for the foreseeable future.

Going concern

As explained in the Strategic Report, the Company transferred its trade, assets and liabilities to Associated Newspapers Limited, a fellow subsidiary company on 27 September 2020 and has ceased trading. As required by IAS 1 Presentation of Financial Statements, the director has prepared the financial statements on the basis that the Company is a going concern as there are no plans to liquidate the Company in the next financial period and the Company still has the on-going support of DMGT, a parent company.

Dividends

The Company has paid no dividends for the period (2019: £nil). The director does not recommend payment of a final dividend (2019: £nil).

A&N Media Finance Services Limited

Director's Report for the Period from 30 September 2019 to 27 September 2020 (continued)

Director's Report (continued)

- so far as the director is aware, there is no relevant audit information he knows of which the Company's auditors are unaware; and
- the director has taken steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Disclosure of information to the auditors

The director at the date of approval of this report confirms that:


This information is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Reappointment of auditors

Independent auditors

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office and a resolution concerning their re-appointment will be proposed at the Annual General Meeting.

Approved by the Board on 3/2/21 and signed on its behalf by:


.....
JJS Welsh
Director

A&N Media Finance Services Limited

Statement of Director's Responsibilities

The director is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law). Under company law the director must not approve the financial statements unless he is 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 director is required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 101, have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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.

The director is 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.

Independent auditors' report to the members of A&N Media Finance Services Limited

Report on the audit of the financial statements

Opinion

In our opinion, A&N Media Finance Services Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 27 September 2020 and of its loss for the 52 week period (the "period") then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), which comprise: the Statement of Financial Position as at 27 September 2020; the Income Statement, the Statement of Comprehensive Income, the Statement of Changes in Equity for the 52 week period then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, 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 audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. 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 based on these responsibilities.

With respect to the Strategic Report and Director's Report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require us also to report certain opinions and matters as described below.

Strategic Report and Director's Report

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic Report and Director's Report for the period ended 27 September 2020 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic Report and Director's Report.

Responsibilities for the financial statements and the audit

Responsibilities of the directors for the financial statements

As explained more fully in the Statement of Director's Responsibilities set out on page 6, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also responsible for such internal control as they 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 directors are responsible for assessing the company'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 directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' 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 auditors' 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.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

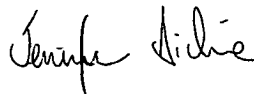
Other required reporting

Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.



Jennifer Dickie (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
London
03 February 2021

A&N Media Finance Services Limited

Income Statement for the Period from 30 September 2019 to 27 September 2020

		Period ended 27 September 2020 £ 000	Period ended 29 September 2019 £ 000
	Note		
Revenue	4	2,906	3,173
Administrative expenses		<u>(3,943)</u>	<u>(3,605)</u>
Operating loss	5	(1,037)	(432)
Finance costs		<u>(1)</u>	<u>-</u>
Loss before taxation		(1,038)	(432)
Tax on loss	8	<u>(37)</u>	<u>(74)</u>
Loss for the financial period		<u><u>(1,075)</u></u>	<u><u>(506)</u></u>

The above results were derived from discontinuing operations.

The notes on pages 14 to 27 form an integral part of these financial statements.

A&N Media Finance Services Limited

Statement of Comprehensive Income for the Period from 30 September 2019 to 27 September 2020

	Period ended 27 September 2020 £ 000	Period ended 29 September 2019 £ 000
Loss for the financial period	<u>(1,075)</u>	<u>(506)</u>
Total comprehensive expense for the period	<u><u>(1,075)</u></u>	<u><u>(506)</u></u>

The notes on pages 14 to 27 form an integral part of these financial statements.

A&N Media Finance Services Limited

Statement of Changes in Equity for the Period from 30 September 2019 to 27 September 2020

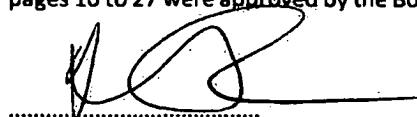
	Called up share capital £ 000	Retained earnings £ 000	Total Shareholders' funds £ 000
At 1 October 2018	-	51,955	51,955
Loss for the financial period	-	(506)	(506)
Total comprehensive expense for the period	-	(506)	(506)
Cancellation of intercompany balances	-	(348)	(348)
At 29 September 2019	-	51,101	51,101
	Called up share capital £000	Retained earnings £000	Total shareholders' funds £000
At 30 September 2019	-	51,101	51,101
Loss for the financial period	-	(1,075)	(1,075)
Total comprehensive expense for the period	-	(1,075)	(1,075)
Share based payment transactions	-	15	15
At 27 September 2020	-	50,041	50,041

The notes on pages 14 to 27 form an integral part of these financial statements.

A&N Media Finance Services Limited**(Registration number: 03709742)****Statement of Financial Position as at 27 September 2020**

		27 September 2020 £ 000	29 September 2019 £ 000
	Note		
Current assets			
Debtors	10	50,041	609,397
Deferred tax assets		-	479
Cash at bank and in hand	11	-	398
		<u>50,041</u>	<u>610,274</u>
Creditors: Amounts falling due within one year			
Trade and other payables	12	-	(559,122)
Total assets less current liabilities		50,041	51,152
Provisions for liabilities	15	-	(51)
Net assets		<u>50,041</u>	<u>51,101</u>
Capital and reserves			
Retained earnings		<u>50,041</u>	<u>51,101</u>
Shareholders' funds		<u>50,041</u>	<u>51,101</u>

The notes on pages 14 to 27 are an integral part of these financial statements. The financial statements on pages 10 to 27 were approved by the Board on and signed on its behalf by:



JJS Welsh

Director

The notes on pages 14 to 27 form an integral part of these financial statements.

A&N Media Finance Services Limited

Notes to the Financial Statements for the Period from 30 September 2019 to 27 September 2020

1 General information

The Company is a private company limited by share capital incorporated in United Kingdom.

The address of its registered office is:

Northcliffe House
2 Derry Street
Kensington
London
W8 5TT
United Kingdom

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 periods presented, unless otherwise stated.

Basis of preparation

The financial statements of the Company have been prepared in accordance with Financial Reporting Standard 101, 'Reduced Disclosure Framework' (FRS101).

The financial statements have been prepared under the historical cost convention in accordance with the Companies Act 2006. The preparation of financial statements in conformity with FRS 101 requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 3.

The financial period ended 27 September 2020 consists of 52 weeks (2019: 52 weeks).

Summary of disclosure exemptions

Cash Flow Statement

The Company has utilised the exemptions provided under IAS 7 'Statement of Cash Flows' and has not presented a cash flow statement. A consolidated cash flow statement has been presented in the Group's Annual Report.

Related Party Transactions

The Company has taken advantage of the exemptions under IAS 24 'Related party disclosures' not to disclose transactions or balances with entities that are part of the DMGT Group and not to disclose transactions and emoluments to key management personnel.

A&N Media Finance Services Limited

Notes to the Financial Statements for the Period from 30 September 2019 to 27 September 2020 (continued)

2 Accounting policies (continued)

Going concern

As explained in the Strategic Report, the Company transferred its trade, assets and liabilities to Associated Newspapers Limited, a fellow subsidiary company on 27 September 2020 and has ceased trading. As required by IAS 1 Presentation of Financial Statements, the director has prepared the financial statements on the basis that the Company is a going concern as there are no plans to liquidate the Company in the next financial period and the Company still has the on-going support of DMGT, a parent company.

Changes in accounting policies

The following new and amended IFRSs have been adopted during the period:

- IFRS 16, Leases (effective 1 October 2019)
- Amendment to IFRS 2, Share-based Payments (effective 1 October 2019)
- IFRIC 23, Uncertainty over Income Tax Treatments (effective 1 October 2019)
- IAS 19, Employee Benefits (effective 1 October 2019)
- IAS 28, Investments in Associates and Joint Ventures (effective 1 October 2019)

IFRS 16, Leases

IFRS 16, effective for the 2020 fiscal year, has eliminated the distinction between operating and finance leases for lessees and requires lessees to recognise right of use assets and corresponding liabilities for all leases. The new standard replaces operating lease charges with depreciation charges included within operating costs on the underlying right of use asset and interest charges included within finance costs on the lease liabilities.

As permitted by IFRS 16 the Company has applied the following practical expedients:

- The Company has not brought onto the Statement of Financial Position short-term leases (those with 12 months or less to run as at 1 October 2019 including reasonably certain options to extend) or low-value assets. These items therefore continue to be expensed directly in the Income Statement.
- The Company has relied on its onerous lease assessments under IAS 37 to impair right of use assets in place of performing an impairment assessment on adoption of IFRS 16.
- The Company has measured right of use assets at an amount equal to the lease liability on adoption of IFRS 16 as adjusted by existing lease accruals, prepayments and dilapidations and onerous lease provisions.
- The Company has separated non-lease components from lease components as part of the transition adjustment.

The impact on the Company's Statement of Financial Position as at 1 October 2019 is summarised as follows:

		£
Right of use assets	Increase	45,000
Lease liabilities	Increase	(45,000)

A&N Media Finance Services Limited

Notes to the Financial Statements for the Period from 30 September 2019 to 27 September 2020 (continued)

2 Accounting policies (continued)

The measurement of lease liabilities is set out as follows:

	£
Operating lease commitments disclosed as at 30 September 2019	33,000
Discounted using the Group's incremental borrowing rate	(2,000)
Add	
Assets not entered as lease commitments at 30 September 2019	27,000
Less	
Low value leases recognised on a straight-line basis as expense	(13,000)
Lease liability recognised as at 1 October 2019	45,000

None of the other standards, interpretations and amendments effective for the first time from 29 September 2014 have had a material effect on the financial statements.

Revenue recognition

Revenue which excludes value added tax, represents the invoiced value of goods and services supplied and are stated after the deduction of trade discounts. Revenue is recognised as services are provided.

Creditor payment policy

The Company's policy on supplier payments is to agree terms of payment at the time of placing an order for goods or services. Unless different terms have been negotiated at the outset, the normal payment terms of the supplier will be accepted. The Company makes every effort to abide by the terms agreed with each supplier.

Foreign currency transactions and balances

Assets and liabilities in foreign currencies are translated into sterling at the rates ruling at the period end. Revenue and expense items are translated at the exchange rate on the date of the transaction, except where they are covered by forward contracts, in which case the forward rate is used. All exchange differences are included in the Income Statement.

Tax

Tax is recognised in the Income Statement, except when it relates to items recognised directly to equity, in which case the tax is also recognised directly in equity.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates taxable income.

Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply when the related deferred tax asset is realised or the deferred income tax liability is settled.

A&N Media Finance Services Limited

Notes to the Financial Statements for the Period from 30 September 2019 to 27 September 2020 (continued)

2 Accounting policies (continued)

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 changes in value.

Trade payables

Trade payables 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 payment is due within one year or less (or in the normal operating cycle of the business if longer). If not, they are presented as non-current liabilities.

Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the group will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

Provisions are measured at the directors' best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value where the effect is material.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a separate entity and has no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

For defined contribution plans contributions are paid publicly to privately administered pension insurance plans on a mandatory or contractual basis. The contributions are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as an asset.

Leases

Definition

The Company assesses whether a contract is, or contains a lease at inception of the contract. A lease conveys the right to direct the use and obtain substantially all of the economic benefits of an identified asset for a period of time in exchange for consideration.

Initial recognition and measurement

A&N Media Finance Services Limited

Notes to the Financial Statements for the Period from 30 September 2019 to 27 September 2020 (continued)

2 Accounting policies (continued)

Where the Company acts as a lessee it recognises a right of use asset and corresponding liability at the date at which a leased asset is made available for use by the Company, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low-value assets. For these leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the term of the lease.

The lease liability is measured at the present value of the future lease payments, discounted at the rate implicit in the lease, or if that cannot be readily determined, at the Company's incremental borrowing rate specific to the term, country, currency and start date of the lease.

The Company's lease payments include: fixed payments; variable lease payments dependent on an index or rate, initially measured using the index or rate at commencement; and payments in an optional renewal period if the Group is reasonably certain to exercise an extension option or not exercise a break option less any lease incentives receivable, and an estimate of restoration, removal and dismantling costs.

Subsequent measurement

The lease liability is subsequently measured at amortised cost using the effective interest rate method. It is remeasured, with a corresponding adjustment to the right of use asset, when there is a change in future lease payments resulting from a rent review, change in an index or rate such as inflation, or change in the Company's assessment of whether it is reasonably certain to exercise a purchase, extension or break option.

The right of use asset is initially measured at cost based on the value of the associated lease liability, adjusted for any payments made before inception, initial indirect costs and any dilapidation or restoration costs.

The right of use asset is subsequently depreciated on a straight-line basis over the shorter of the lease term or the useful life of the underlying asset. The right of use asset is tested for impairment if there are any indicators of impairment.

Short term and low value leases

Leases of low value assets and short-term leases of 12 months or less are expensed to the Income Statement, as are non-lease service components.

Defined benefit pension obligation

Some of the Company's employees, in the period, belonged to defined benefit schemes whose assets and liabilities are borne by a fellow group company, Associated Newspapers Limited.

3 Critical accounting judgements and key sources of estimation uncertainty

There were no critical accounting estimates and judgements made in preparing these financial statements.

4 Revenue

The analysis of the Company's revenue for the period from continuing operations is as follows:

A&N Media Finance Services Limited

Notes to the Financial Statements for the Period from 30 September 2019 to 27 September 2020 (continued)

4 Revenue (continued)

	Period ended 27 September 2020 £ 000	Period ended 29 September 2019 £ 000
Services provided	<u>2,906</u>	<u>3,173</u>

Revenue from continuing operations can be classified geographically as follows:

	Period ended 27 September 2020 £ 000	Period ended 29 September 2019 £ 000
United Kingdom	<u>2,906</u>	<u>3,173</u>

5 Operating loss

Arrived at after charging

	Period ended 27 September 2020 £ 000	Period ended 29 September 2019 £ 000
Depreciation expense	15	-
Foreign exchange losses	1,094	415
Operating lease expense - property	-	75
Operating lease expense - plant and machinery	8	8
Operating lease expense - other	<u>-</u>	<u>17</u>

Audit fees of £17,000 (2019: £17,000) were payable to PricewaterhouseCoopers LLP during the year. There were no fees payable to PricewaterhouseCoopers LLP and their associates for non-audit services to the Company (2019: £nil).

A&N Media Finance Services Limited

Notes to the Financial Statements for the Period from 30 September 2019 to 27 September 2020 (continued)

6 Staff costs

The aggregate payroll costs (excluding director's remuneration) were as follows:

	Period ended 27 September 2020 £ 000	Period ended 29 September 2019 £ 000
Wages and salaries	2,094	2,242
Social security costs	210	232
Other pension costs	<u>141</u>	<u>132</u>
	<u>2,445</u>	<u>2,606</u>

The monthly average number of persons employed by the Company (excluding the director) during the period, analysed by category was as follows:

	Period ended 27 September 2020 Number	Period ended 29 September 2019 Number
Administration and support	<u>62</u>	<u>65</u>

7 Director's remuneration

The emoluments for the period ended 27 September 2020 of J J S Welsh were paid by Associated Newspapers Limited and are excluded from the details above. It is not practicable to split his remuneration between the services provided to Associated Newspapers Limited and other subsidiaries of Daily Mail and General Trust plc. The part of his remuneration in respect of services for the Company is considered immaterial. The remuneration of J J S Welsh is fully disclosed in the financial statements of Associated Newspapers Limited, a company of which he is a director.

The key management personnel of the Company is considered to be the same as the director of the Company.

A&N Media Finance Services Limited

Notes to the Financial Statements for the Period from 30 September 2019 to 27 September 2020 (continued)

8 Tax on loss

Tax charged/ (credited) in the income statement

	Period ended 27 September 2020 £ 000	Period ended 29 September 2019 £ 000
Current taxation		
UK corporation tax	-	(197)
Decrease in current tax from adjustment to prior periods	-	(12)
	-	(209)
Deferred taxation		
Arising from origination and reversal of temporary differences	44	103
Arising from previously unrecognised tax loss, tax credit or temporary difference of prior periods	(7)	180
Total deferred taxation	37	283
Tax charge in the income statement	37	74

The tax on loss before taxation for the period is higher than the standard rate of corporation tax in the UK (2019 : higher than the standard rate of corporation tax in the UK) of 19% (2019 : 19%).

The differences are reconciled below:

	2020 £ 000	2019 £ 000
Loss before tax	(1,038)	(432)
Corporation tax at standard rate	(197)	(82)
Decrease in current tax from adjustment for prior periods	-	(12)
Increase from effect of expenses not deductible in determining taxable loss	298	-
Deferred tax (credit)/expense from unrecognised temporary difference from a prior period	(57)	180
Deferred tax income relating to changes in tax rates or laws	(7)	(12)
Total tax charge	37	74

A&N Media Finance Services Limited

Notes to the Financial Statements for the Period from 30 September 2019 to 27 September 2020 (continued)

8 Tax on loss (continued)

Under FRS101, deferred tax is calculated at the tax rate that has been enacted or substantively enacted at the balance sheet date. Legislation was enacted in September 2016 to reduce the main rate of UK corporation tax from 19% to 17%. Hence, the tax rate of 17% has been applied in the calculation of deferred tax except where the timing difference is expected to reverse before 1 April 2020 in which case the appropriate rate has been used. Subsequently, in March 2020 and after the Balance Sheet date, further legislation was enacted to cancel the reduction of the main rate of corporation tax with 19% being retained for future periods.

Deferred tax

Deferred tax assets

2019	Asset £ 000
Accelerated tax depreciation	479
Tax credits	-
Tax losses carry-forwards	-
	<u>479</u>

Deferred tax movement during the period:

	30 September 2019 £ 000	Recognised in income £ 000	Hived across £ 000	27 September 2020 £ 000
Accelerated tax depreciation	479	(37)	(442)	-
Tax credits	-	-	-	-
Tax losses carry-forwards	-	-	-	-
Net tax assets/(liabilities)	<u>479</u>	<u>(37)</u>	<u>(442)</u>	<u>-</u>

A&N Media Finance Services Limited

Notes to the Financial Statements for the Period from 30 September 2019 to 27 September 2020 (continued)

8 Tax on loss (continued)

Deferred tax movement during the prior period:

	1 October 2018	Recognised in Income	29 September 2019
	£ 000	£ 000	£ 000
Accelerated tax depreciation	708	(229)	479
Tax credits	45	(45)	-
Tax losses carry-forwards	9	(9)	-
Net tax assets/(liabilities)	762	(283)	479

9 Right of use assets

	Machinery £ 000	Total £ 000
Cost or valuation		
At 30 September 2019	44	44
Disposals	(44)	(44)
At 27 September 2020	-	-
Depreciation		
Charge for the period	15	15
Eliminated on disposal	(15)	(15)
At 27 September 2020	-	-
Carrying amount		
At 27 September 2020	-	-

10 Debtors

	27 September 2020	29 September 2019
	£ 000	£ 000
Amounts owed by group undertakings	50,041	607,036
Prepayments and accrued income	-	31
Other receivables	-	2,330
Total current trade and other receivables	50,041	609,397

Amounts owed to group undertakings are repayable on demand and are interest free.

A&N Media Finance Services Limited

Notes to the Financial Statements for the Period from 30 September 2019 to 27 September 2020 (continued)

11 Cash at bank and in hand

	27 September 2020 £ 000	29 September 2019 £ 000
Cash at bank	<u>-</u>	<u>398</u>

12 Trade and other payables

	27 September 2020 £ 000	29 September 2019 £ 000
Current liabilities		
Trade payables	-	17,794
Accruals and deferred income	-	422
Amounts owed to group undertakings	-	534,359
Social security and other taxes	-	4,579
Outstanding defined contribution pension costs	-	919
Other creditors	<u>-</u>	<u>1,049</u>
	<u>-</u>	<u>559,122</u>

Amounts owed to group undertakings are repayable on demand and are interest free.

13 Obligations under leases and hire purchase contracts

Operating leases

The Company leases plant and machinery and motor vehicles under non-cancellable operating leases. The lease terms are between 3 and 4 years.

The total future value of minimum lease payments is as follows:

	27 September 2020 £ 000	29 September 2019 £ 000
Within one year	-	17
In two to five years	<u>-</u>	<u>16</u>
	<u>-</u>	<u>33</u>

A&N Media Finance Services Limited

Notes to the Financial Statements for the Period from 30 September 2019 to 27 September 2020 (continued)

13 Obligations under leases and hire purchase contracts (continued)

The amount of non-cancellable operating lease payments recognised as an expense during the period was £Nil (2019: £26,000).

14 Leases

Total cash outflows related to leases

Total cash outflows related to leases are presented in the table below:

	27 September 2020 £ 000	29 September 2019 £ 000
Payment		
Right of use assets	16	-
Interest	<u>1</u>	<u>-</u>
Total cash outflow	<u>17</u>	<u>-</u>

15 Provisions for liabilities

	Other provisions £ 000	Total £ 000
At 30 September 2019	51	51
Provisions used	<u>(51)</u>	<u>(51)</u>
At 27 September 2020	<u>-</u>	<u>-</u>

In 2019 other provisions of £51,000 related to £40,000 dilapidations provision and £11,000 for rent free period.

16 Pension and otherschemes

The total net pension costs of the Company for the period ended 27 September 2020 were £141,000 (2019: £132,000). The defined contribution scheme is administered by a third party.

A&N Media Finance Services Limited

Notes to the Financial Statements for the Period from 30 September 2019 to 27 September 2020 (continued)

17 Called up share capital

Allotted, called up and fully paid shares

	At 27 September 2020		At 29 September 2019	
	Number	£	Number	£
Ordinary of £1 each	2	2	2	2

18 Related party transactions

During the year, the Company carried out a number of transactions with related parties in the normal course of business.

The Company has taken advantage of the exemption under IAS 24 "Related party disclosure" for wholly-owned subsidiaries not to disclose transactions and balances with fellow subsidiaries and group related parties. The Company has also taken advantage of the exemption not to disclose key management compensations.

During the year an amount of £75,000 was paid to Harmsworth Pooled Property Unit Trust, in relation to property lease charges. The lease for this building is held by Associated Newspapers Limited and the related lease commitment is disclosed in the statutory accounts of that company.

A&N Media Finance Services Limited

Notes to the Financial Statements for the Period from 30 September 2019 to 27 September 2020 (continued)

19 Ultimate parent company and controlling party

The Company's immediate parent company is Rothermere Continuation Limited (RCL), a company incorporated in Jersey, in the Channel Islands, and previously named Rothermere Investments Limited.

On 5 December 2019, pursuant to a consolidation of the Group's holding structure, RCL acquired a Bermudan company known as Rothermere Continuation (Old Co) Limited (previously named Rothermere Continuation Limited), (RCOCL), and certain assets held by RCOCL, including 100% of the issued Ordinary Shares of the Company. RCL now holds 100% of the issued Ordinary Shares of the Company.

Ultimate controlling party

Rothermere Continuation Limited (RCL) is a holding company incorporated in Jersey, in the Channel Islands. The main asset of RCL is its controlling shareholding in DMGT, being its 100% holding of DMGT's issued Ordinary Shares and the largest single holding of DMGT A Ordinary Shares. RCL is controlled by a discretionary trust (the Trust) which is held for the benefit of Viscount Rothermere and his immediate family. The Trust represents the ultimate controlling party of the Company. Both RCL and the Trust are administered in Jersey. RCL and its directors, and the Trust are related parties of the Company.

On 5 December 2019, pursuant to a consolidation of the Group's holding structure, RCL acquired a Bermudan company known as Rothermere Continuation (Old Co) Limited (previously named Rothermere Continuation Limited), (RCOCL), and certain assets held by RCOCL, including 100% of the issued Ordinary Shares of the Company. RCL now holds 100% of the issued Ordinary Shares of the Company, however the underlying control of DMGT remains unchanged and continues to lie with the Trust.

Relationship between entity and parents

The largest and smallest group of which the Company is a member and from which group financial statements are drawn up is that of Daily Mail and General Trust Plc, incorporated in United Kingdom..

Copies of the report and financial statements are available from the Company Secretary at:

Northcliffe House
2 Derry Street
London
UK
W8 5TT