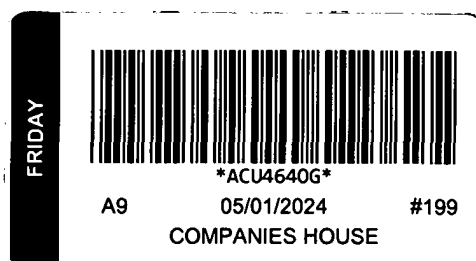


COMPANY REGISTRATION NUMBER: 03810444

COMPANIES HOUSE COPY

M3 Communications Limited
Filleted Unaudited Financial Statements
30 September 2023



MURAS BAKER JONES LIMITED

Chartered Accountants
Regent House
Bath Avenue
Wolverhampton
West Midlands
WV1 4EG

M3 Communications Limited

Statement of Financial Position

30 September 2023

| | Note | 2023 £ | 2022 £ |
|--|------|------------------|------------------|
| Fixed assets | | | |
| Tangible assets | 5 | 68,611 | 96,148 |
| Current assets | | | |
| Debtors | 6 | 615,307 | 513,780 |
| Cash at bank and in hand | | 481,666 | 500,845 |
| | | <u>1,096,973</u> | <u>1,014,625</u> |
| Creditors: amounts falling due within one year | 7 | <u>652,018</u> | <u>593,008</u> |
| Net current assets | | 444,955 | 421,617 |
| Total assets less current liabilities | | <u>513,566</u> | <u>517,765</u> |
| Creditors: amounts falling due after more than one year | 8 | 1,491 | 6,476 |
| Provisions | | | |
| Taxation including deferred tax | | 5,000 | 7,000 |
| Net assets | | <u>507,075</u> | <u>504,289</u> |
| Capital and reserves | | | |
| Called up share capital | | 10,501 | 10,501 |
| Capital redemption reserve | | 7,433 | 7,433 |
| Profit and loss account | | <u>489,141</u> | <u>486,355</u> |
| Shareholders funds | | <u>507,075</u> | <u>504,289</u> |

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

For the year ending 30 September 2023 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.

The statement of financial position
continues on the following page.

The notes on pages 3 to 6 form part of these financial statements.

M3 Communications Limited

Statement of Financial Position *(continued)*

30 September 2023

These financial statements were approved by the board of directors and authorised for issue on 4 December 2023, and are signed on behalf of the board by:



Mr N J Lovett
Director

Company registration number: 03810444

The notes on pages 3 to 6 form part of these financial statements.

M3 Communications Limited

Notes to the Financial Statements

Year ended 30 September 2023

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is James House, Newport Road, Albrighton, Wolverhampton, WV7 3FA.

2. Statement of compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

(a) Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

(b) Revenue recognition

Turnover represents the total invoice value, excluding value added tax, of sales made during the year derives from the provision of goods falling within the company's ordinary activities.

(c) Income tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

(d) Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

M3 Communications Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2023

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

(e) Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

| | |
|--------------------------|----------------------------------|
| Short Leasehold Property | - 10% straight line |
| Office Equipment | - 12.5%/25%/33.33% straight line |
| Fixtures & Fittings | - 12.5%/33.3% straight line |
| Motor Vehicles | - 20% reducing balance |

(f) Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

(g) Government grants

Government grants are recognised using the performance model. Under the performance model, where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met.

(h) Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

M3 Communications Limited

Notes to the Financial Statements (continued)

Year ended 30 September 2023

3. Accounting policies (continued)

Provisions (continued)

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

(i) Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 40 (2022: 40).

5. Tangible assets

| | Leasehold improvements £ | Office equipment £ | Fixtures and fittings £ | Motor vehicles £ | Total £ |
|-----------------------------|--------------------------------|--------------------------|-------------------------------|------------------------|----------------|
| Cost | | | | | |
| At 1 October 2022 | 23,804 | 362,158 | 101,265 | 40,000 | 527,227 |
| Additions | 1,538 | 6,744 | – | – | 8,282 |
| At 30 September 2023 | <u>25,342</u> | <u>368,902</u> | <u>101,265</u> | <u>40,000</u> | <u>535,509</u> |
| Depreciation | | | | | |
| At 1 October 2022 | 9,414 | 321,381 | 86,951 | 13,333 | 431,079 |
| Charge for the year | 2,509 | 19,985 | 3,327 | 9,998 | 35,819 |
| At 30 September 2023 | <u>11,923</u> | <u>341,366</u> | <u>90,278</u> | <u>23,331</u> | <u>466,898</u> |
| Carrying amount | | | | | |
| At 30 September 2023 | <u>13,419</u> | <u>27,536</u> | <u>10,987</u> | <u>16,669</u> | <u>68,611</u> |
| At 30 September 2022 | <u>14,390</u> | <u>40,777</u> | <u>14,314</u> | <u>26,667</u> | <u>96,148</u> |

M3 Communications Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2023

6. Debtors

| | 2023 | 2022 |
|------------------------------------|----------------|----------------|
| | £ | £ |
| Trade debtors | 583,849 | 472,430 |
| Amounts owed by group undertakings | 584 | 4,230 |
| Prepayments and accrued income | 30,874 | 22,942 |
| Directors loan account | – | 14,178 |
| | <u>615,307</u> | <u>513,780</u> |

7. Creditors: amounts falling due within one year

| | 2023 | 2022 |
|---------------------------------|----------------|----------------|
| | £ | £ |
| Trade creditors | 296,051 | 277,776 |
| Accruals and deferred income | 13,877 | 10,622 |
| Corporation tax | 167,850 | 137,300 |
| Social security and other taxes | 161,205 | 147,380 |
| Director loan accounts | – | 2,117 |
| Other creditors | 13,035 | 17,813 |
| | <u>652,018</u> | <u>593,008</u> |

8. Creditors: amounts falling due after more than one year

| | 2023 | 2022 |
|-----------------|--------------|--------------|
| | £ | £ |
| Other creditors | <u>1,491</u> | <u>6,476</u> |

9. Ultimate parent company

The ultimate parent undertaking is Momentum Shropshire Limited (a company registered in England & Wales).

10. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

| | 2023 | 2022 |
|-----------------------|----------------|----------------|
| | £ | £ |
| Not later than 1 year | <u>125,906</u> | <u>107,906</u> |