

UK Theatres Online Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2018

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

UK Theatres Online Limited

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UK Theatres Online Limited

Company Information

Director	Mrs Janette Louise Erskine
Registered office	Suite 3 Avroe House Avroe Crescent Blackpool FY4 2DP
Accountants	Crossley & Davis 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
UK Theatres Online Limited
for the Year Ended 31 December 2018**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of UK Theatres Online Limited for the year ended 31 December 2018 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/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of UK Theatres Online 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 UK Theatres Online Limited and state those matters that we have agreed to state to the Board of Directors of UK Theatres Online 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 UK Theatres Online Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that UK Theatres Online 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 UK Theatres Online Limited. You consider that UK Theatres Online 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 accounts of UK Theatres Online 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
Ground Floor Seneca House,
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30 September 2019

UK Theatres Online Limited
(Registration number: 03850910)
Balance Sheet as at 31 December 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>4</u>	18,114	18,681
Investments	<u>5</u>	-	86,000
		<u>18,114</u>	<u>104,681</u>
Current assets			
Debtors	<u>6</u>	618,757	699,408
Cash at bank and in hand		<u>42,067</u>	<u>47,492</u>
		660,824	746,900
Creditors: Amounts falling due within one year	<u>7</u>	<u>(973,367)</u>	<u>(1,124,527)</u>
Net current liabilities		<u>(312,543)</u>	<u>(377,627)</u>
Net liabilities		<u>(294,429)</u>	<u>(272,946)</u>
Capital and reserves			
Called up share capital	<u>8</u>	50,000	50,000
Profit and loss account		<u>(344,429)</u>	<u>(322,946)</u>
Total equity		<u>(294,429)</u>	<u>(272,946)</u>

For the financial year ending 31 December 2018 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 year in question in accordance with section 476; and
- The director acknowledges her 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 and the option not to file the Profit and Loss Account has been taken.

The notes on pages 5 to 10 form an integral part of these financial statements.
Page 3

UK Theatres Online Limited
(Registration number: 03850910)
Balance Sheet as at 31 December 2018

Approved and authorised by the director on 30 September 2019

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Mrs Janette Louise Erskine
Director

The notes on pages 5 to 10 form an integral part of these financial statements.
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UK Theatres Online Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 General information

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

The address of its registered office is:

Suite 3 Avroe House
Avroe Crescent
Blackpool
FY4 2DP
England

These financial statements were authorised for issue by the director on 30 September 2019.

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 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

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.

UK Theatres Online Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

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 statement of financial position 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 Property	Over the term of the lease
Plant and Machinery	33% straight line
Fixtures and Fittings	20% 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.

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.

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.

UK Theatres Online Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

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.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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.

Defined contribution pension obligation

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

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 12 (2017 - 14).

UK Theatres Online Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Other property, plant and equipment £	Total £
Cost or valuation				
At 1 January 2018	15,037	44,538	103,550	163,125
Additions	-	4,988	4,270	9,258
Disposals	(15,037)	-	-	(15,037)
At 31 December 2018	-	49,526	107,820	157,346
Depreciation				
At 1 January 2018	15,037	30,715	98,692	144,444
Charge for the year	-	5,508	4,317	9,825
Eliminated on disposal	(15,037)	-	-	(15,037)
At 31 December 2018	-	36,223	103,009	139,232
Carrying amount				
At 31 December 2018	-	13,303	4,811	18,114
At 31 December 2017	-	13,823	4,858	18,681

5 Investments

	2018 £	2017 £
Investments in subsidiaries	-	86,000
Subsidiaries		£
Cost or valuation		
At 1 January 2018		86,000
Disposals		(86,000)
At 31 December 2018		-
Provision		
Carrying amount		
At 31 December 2018		-
At 31 December 2017		86,000

UK Theatres Online Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

6 Debtors

	Note	2018 £	2017 £
Trade debtors		45,974	107,102
Amounts owed by group undertakings and undertakings in which the company has a participating interest	<u>10</u>	224,391	218,392
Other debtors		348,392	373,914
		<u>618,757</u>	<u>699,408</u>

7 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Bank loans and overdrafts	<u>9</u>	-	7
Trade creditors		12,332	(9,207)
Amounts owed to group undertakings and undertakings in which the company has a participating interest	<u>10</u>	410,381	441,030
Taxation and social security		71,425	109,361
Accruals and deferred income		239,629	306,545
Other creditors		239,600	276,791
		<u>973,367</u>	<u>1,124,527</u>

8 Share capital

Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary Class 'A' shares of £0.01 each of £0.01 each	3,600,000	36,000.00	3,600,000	36,000.00
Ordinary Class 'B' shares of £0.01 each of £0.01 each	1,300,000	13,000.00	1,300,000	13,000.00
Ordinary Class 'C' shares of £0.01 each of £0.01 each	100,000	1,000.00	100,000	1,000.00
	<u>5,000,000</u>	<u>50,000</u>	<u>5,000,000</u>	<u>50,000</u>

UK Theatres Online Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

9 Loans and borrowings

	2018 £	2017 £
Current loans and borrowings		
Bank overdrafts	-	7

10 Related party transactions

Loans to related parties

	Key management £
2018	
At start of period	20,063
Advanced	46,838
Repaid	(20,063)
At end of period	46,838
	Key management £
2017	
At start of period	23,152
Advanced	12,411
Repaid	(15,500)
At end of period	20,063

Terms of loans to related parties

Interest is charged at the official rate of interest on any loan balance that exceeds £10,000 during the year.

11 Parent and ultimate parent undertaking

The company's immediate parent is Cinemasource UK Limited, incorporated in England and Wales.

The ultimate parent is Orchard Advertising Limited, incorporated in England and Wales.

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.