

V2 STUDIOS LIMITED
FILLETED UNAUDITED ABRIDGED FINANCIAL
STATEMENTS
FOR THE YEAR ENDED
28th FEBRUARY 2018

HUBBARDS
Accountants
11 Albion Parade
Wall Heath
Kingswinford
West Midlands
DY6 0NP

FRIDAY



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V2 STUDIOS LIMITED
ABRIDGED FINANCIAL STATEMENTS
YEAR ENDED 28th FEBRUARY 2018

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V2 STUDIOS LIMITED
ABRIDGED STATEMENT OF FINANCIAL POSITION
28th FEBRUARY 2018

		2018		2017 (restated)	
	Note	£	£	£	£
Fixed assets					
Tangible assets	6		725,823		711,716
Current assets					
Stocks		20,000		20,000	
Debtors		161,215		103,322	
Cash at bank and in hand		312,016		433,819	
		<u>493,231</u>		<u>557,141</u>	
Creditors: amounts falling due within one year		<u>152,790</u>		<u>194,019</u>	
Net current assets			<u>340,441</u>		<u>363,122</u>
Total assets less current liabilities			<u>1,066,264</u>		<u>1,074,838</u>
Creditors: amounts falling due after more than one year			299,882		325,556
Provisions					
Taxation including deferred tax			16,396		18,063
Net assets			<u>749,986</u>		<u>731,219</u>
Capital and reserves					
Called up share capital			100		100
Profit and loss account			749,886		731,119
Shareholders funds			<u>749,986</u>		<u>731,219</u>

These abridged 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 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 abridged statement of comprehensive income has not been delivered.

For the year ending 28th February 2018 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 abridged 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 abridged financial statements.

The abridged statement of financial position
continues on the following page.

The notes on pages 3 to 7 form part of these abridged financial statements.

V2 STUDIOS LIMITED

ABRIDGED STATEMENT OF FINANCIAL POSITION *(continued)*

28th FEBRUARY 2018

All of the members have consented to the preparation of the abridged statement of comprehensive income and the abridged statement of financial position for the year ending 28th February 2018 in accordance with Section 444(2A) of the Companies Act 2006.

These abridged financial statements were approved by the board of directors and authorised for issue on 10th July 2018, and are signed on behalf of the board by.



Mr C.J. Vernal
Director

Company registration number: 05054677

The notes on pages 3 to 7 form part of these abridged financial statements.

V2 STUDIOS LIMITED
NOTES TO THE ABRIDGED FINANCIAL STATEMENTS
YEAR ENDED 28th FEBRUARY 2018

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 11 Albion Parade, Wall Heath, Kingswinford, West Midlands, DY6 0NP.

2. Statement of compliance

These abridged 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

(i) Basis of preparation

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

(ii) Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

(iii) Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

(iv) Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

V2 STUDIOS LIMITED

NOTES TO THE ABRIDGED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 28th FEBRUARY 2018

3. Accounting policies *(continued)*

Income tax *(continued)*

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that 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 that are expected to apply to the reversal of the timing difference.

(v) Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

(vi) Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill	- 10% straight line
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If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

(vii) 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

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.

(viii) 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:

Land and buildings	- 1% straight line
Computer equipment	- 25% straight line
Fixtures and fittings	- 25% reducing balance

V2 STUDIOS LIMITED

NOTES TO THE ABRIDGED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 28th FEBRUARY 2018

3. Accounting policies *(continued)*

(ix) 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.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

(x) Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

(xi) 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 abridged statement of financial position and the amount of the provision as an expense.

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.

(xii) 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.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

V2 STUDIOS LIMITED

NOTES TO THE ABRIDGED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 28th FEBRUARY 2018

4. Employee numbers

The average number of persons employed by the company during the year amounted to 9 (2017: 8).

5. Intangible assets

	£
Cost	
At 1st March 2017 (as restated) and 28th February 2018	<u>6,500</u>
Amortisation	
At 1st March 2017 and 28th February 2018	<u>6,500</u>
Carrying amount	
At 28th February 2018	<u>—</u>
At 28th February 2017	<u>—</u>

6. Tangible assets

	£
Cost	
At 1st March 2017 as restated	915,787
Additions	<u>60,591</u>
At 28th February 2018	<u>976,378</u>
Depreciation	
At 1st March 2017	204,071
Charge for the year	<u>46,484</u>
At 28th February 2018	<u>250,555</u>
Carrying amount	
At 28th February 2018	<u>725,823</u>
At 28th February 2017	<u>711,716</u>

7. Deferred tax

The deferred tax included in the abridged statement of financial position is as follows:

	2018	2017 (restated)
	£	£
Included in provisions	<u>16,396</u>	<u>18,063</u>

The deferred tax account consists of the tax effect of timing differences in respect of:

	2018	2017 (restated)
	£	£
Accelerated capital allowances	<u>16,396</u>	<u>18,063</u>

V2 STUDIOS LIMITED

NOTES TO THE ABRIDGED FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 28th FEBRUARY 2018

8. Transactions with directors

A total of £164,000 (2017 - £160,000) was paid to the directors by way of dividends on their equity shares.

9. Related party transactions

During the year the company entered into the following transactions with related parties.

	Transaction value		Balance owed by/(owed to)	
	2018	2017	2018	2017
	£	£	£	£
Vitamin - A Life Less Ordinary Ltd	<u>15,000</u>	<u>30,000</u>	<u>15,000</u>	<u>15,000</u>

Vitamin - A Life Less Ordinary Limited is wholly owned and operated by Messrs. C.J. and A.R. Vernall.

The transactions entered into were for the supply of marketing and support services and were paid in full by the year end.

There is a separate loan balance outstanding of £15,000 which has no fixed repayment date and is interest free.