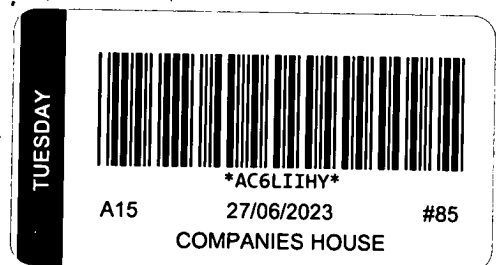


# Cineflix Productions UK Limited

Filleted financial statements

Year ended 30 September 2022

**Registered number: 05197022**



# Cineflix Productions UK Limited

## Director's report and financial statements

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# Cineflix Productions UK Limited

## Director and other information

|                          |   |
|--------------------------|---|
| <b>Director</b>          | Glen Salzman (Canadian)   |
| <b>Registered office</b> | 1st Floor<br>275 Grays Inn Road<br>London, WC1X 8QB<br>United Kingdom                               |
| <b>Auditor</b>           | KPMG<br>Chartered Accountants<br>1 Stokes Place<br>St. Stephen's Green<br>Dublin 2                  |
| <b>Banker</b>            | Barclays Bank PLC<br>27 Soho Square<br>London, W1D 3QR<br>United Kingdom                            |
| <b>Solicitor</b>         | Sheridans<br>Seventy Six Wardour Street<br>London<br>W1F 0UR<br>DX 138879 Mayfair<br>United Kingdom |
| <b>Registered number</b> | 05197022  |

# Cineflix Productions UK Limited

## Balance sheet

as at 30 September 2022

|                                       | Note | 2022<br>£          | 2021<br>£          |
|---------------------------------------|------|--------------------|--------------------|
| <b>Current assets</b>                 |      |                    |                    |
| Debtors                               | 3    | -                  | 19,051             |
| Cash at bank and in hand              |      | 70                 | 23                 |
|                                       |      | <u>70</u>          | <u>19,074</u>      |
| <b>Creditors: due within one year</b> | 4    | <b>(4,369,541)</b> | <b>(4,382,701)</b> |
| <b>Net current liabilities</b>        |      | <b>(4,369,471)</b> | <b>(4,363,627)</b> |
| <b>Net liabilities</b>                |      | <b>(4,369,471)</b> | <b>(4,363,627)</b> |
| <b>Capital and reserves</b>           |      |                    |                    |
| Called up share capital               | 5    | 2                  | 2                  |
| Profit and loss account               |      | <b>(4,369,473)</b> | <b>(4,363,629)</b> |
| <b>Shareholders' deficit</b>          |      | <b>(4,369,471)</b> | <b>(4,363,627)</b> |

These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The profit and loss account and directors' report have not been delivered to the Registrar of Companies in accordance with the special provisions applicable to companies subject to the small companies' regime.

These financial statements Cineflix Rights Limited, registered number 05197022, were approved by the board of directors on 15<sup>th</sup> June 2023 and were signed on its behalf by



Glen Salzman  
Director

Registered number: 05197022

# Cineflix Productions UK Limited

## Notes

*forming part of the financial statements*

### 1 Accounting policies

Cineflix Productions UK Limited ("the company") is a private company incorporated, domiciled and registered in England and Wales in the UK. The registered number is 05197022 and the registered address is 1st Floor, 275 Grays Inn Road, London, WC1X 8QB, United Kingdom.

The company is exempt by virtue of s401 subject to the small companies' regime of the Companies Act 2006 from the requirement to prepare group financial statements. These financial statements present information about the company as an individual undertaking and not about its group.

These financial statements were prepared in accordance with Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* ("FRS 102"). The functional and presentation currency of these financial statements is Sterling.

The company has not availed of any exemptions available under FRS 102 in these financial statements.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

#### Basis of measurement

The financial statements have been prepared on the historical cost basis.

#### Going concern

The financial statements are prepared on a going concern basis, notwithstanding the company's net liabilities of £4,369,471 (2021: £4,363,627) which the directors believe to be appropriate for the following reasons:

- The company is dependent for its working capital on funds provided to it by Cineflix Media Incorporated, the company's ultimate parent. Cineflix Media Incorporated has indicated that for at least 12 months from the date of approval of these financial statements, it will continue to make available such funds as are needed by the company.
- The directors consider that this should enable the company to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due for payment.
- At the date of approval of these financial statements, the directors have no reason to believe that the support will not be available from its parent.

#### Foreign currency

Transactions in foreign currencies are translated to the functional currency of the company at exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated to the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated to the functional currency at the exchange rate when the fair value was determined. Foreign currency differences are generally recognised in profit or loss. Non-monetary items that are measured based on historical cost in a foreign currency are not translated.

# Cineflix Productions UK Limited

Notes (*continued*)

## 1 Accounting policies (*continued*)

### **Basic financial instruments**

#### ***Trade and other debtors/creditors***

Trade and other debtors are recognised initially at transaction price plus attributable transaction costs. Trade and other creditors are recognised initially at transaction price less attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of interest for a similar debt instrument.

#### ***Cash and cash equivalents***

Cash and cash equivalents comprise cash balances and call deposits.

#### **Turnover**

Turnover represents fees charged to production companies exclusive of value added tax and trade discounts and royalty income earned from rights controlled by the company.

#### **Expenses**

##### ***Operating lease***

Payments (excluding costs for services and insurance) made under operating leases are recognised in the profit and loss account on a straight-line basis over the term of the lease unless the payments to the lessor are structured to increase in line with expected general inflation; in which case the payments related to the structured increases are recognised as incurred. Lease incentives received are recognised in profit and loss over the term of the lease as an integral part of the total lease expense.

##### ***Interest receivable and interest payable***

Interest receivable and similar income include interest receivable on funds invested and net foreign exchange gains.

Interest payable and similar charges include interest payable and net foreign exchange losses that are recognised in the profit and loss account (see foreign currency accounting policy).

Interest income and interest payable are recognised in profit or loss as they accrue. Foreign currency gains and losses are reported on a net basis.

#### **Taxation**

Tax on the profit or loss for the year comprises current and deferred tax. Tax is recognised in the profit and loss account except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

# Cineflix Productions UK Limited

Notes (continued)

## 1 Accounting policies (continued)

### Taxation (continued)

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on timing differences which arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements. The following timing differences are not provided for: differences between accumulated depreciation and tax allowances for the cost of a fixed asset if and when all conditions for retaining the tax allowances have been met; and differences relating to investments in subsidiaries to the extent that it is not probable that they will reverse in the foreseeable future and the reporting entity is able to control the reversal of the timing difference. Deferred tax is not recognised on permanent differences arising because certain types of income or expense are non-taxable or are disallowable for tax or because certain tax charges or allowances are greater or smaller than the corresponding income or expense.

Deferred tax is measured at the tax rate that is expected to apply to the reversal of the related difference, using tax rates enacted or substantively enacted at the balance sheet date.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

## 2 Staff numbers and costs

There were no persons employed by the company (excluding directors) during the year (2021: £Nil).

## 3 Debtors

|                                    | 2022<br>£ | 2021<br>£ |
|------------------------------------|-----------|-----------|
| Amounts owed by group undertakings | -         | 19,051    |

All amounts are due within one year. Amounts owed by group undertakings are non-interest bearing and are repayable on demand.

# Cineflix Productions UK Limited

Notes (continued)

| 4 Creditors: due within one year   | 2022<br>£        | 2021<br>£        |
|------------------------------------|------------------|------------------|
| Trade creditors                    | 1,205            | 735              |
| Accruals and deferred income       | 4,833            | 4,313            |
| Amounts owed to group undertakings | 4,363,503        | 4,377,653        |
|                                    | <u>4,369,541</u> | <u>4,382,701</u> |

All amounts are due within one year. Amounts owed to group undertakings are non-interest bearing and are repayable on demand.

| 5 Called up share capital                 | 2022<br>£ | 2021<br>£ |
|---|-----------|-----------|
| <b>Authorised</b>                         |           |           |
| 100 ordinary shares of £1 each            | 100       | 100       |
| <b>Allotted, called up and fully paid</b> |           |           |
| 2 ordinary shares of £1 each              | 2         | 2         |

## 6 Related party transactions

At the end of the year, the company had amount payable to Cineflix Media Incorporated of £4,363,503 (2021: £4,377,653) and amount receivable from Cineflix International Media Limited of £Nil (2021: £19,051).

## 7 Critical accounting judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, which are described in note 1, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

### Critical judgements in applying the company's accounting policies

Due to the size and simplicity of the company, there are no critical judgements or estimations that the directors have made in the process of applying the company's accounting policies.



# Cineflix Productions UK Limited

## Notes (continued)

### **8 Ultimate parent company and parent undertaking of larger group of which the company is a member**

The company's ultimate parent undertaking is Cineflix Media Incorporated, a company registered in Canada.

The largest group in which the results of the company are consolidated is that headed by Cineflix Media Incorporated, registered office at 3510 Saint-Laurent Boulevard, Suite 202, Montreal QC H2X 2V2, Canada. The consolidated financial statements of the Cineflix Media Incorporated are not available to the public.

### **9 Contingent liabilities**

The company's assets are pledged as security against loans of its parent undertaking, Cineflix Media Incorporated.

### **10 Post balance sheet events**

There have been no events subsequent to the balance sheet date that would require disclosure or amendment to the financial statements.

### **11 Details of audit report and name of auditor**

The auditor's report on the financial statements of Cineflix Rights Limited was signed on 19<sup>th</sup> June 2023 and reflected an unqualified opinion. There were no matters in the auditor's report to which the auditors drew attention by way of emphasis. The person who signed the auditor's report as senior statutory auditor was Stephen King, for and on behalf of KPMG, Statutory Auditor, Chartered Accountants, 1 Stokes Place, St. Stephens Green, Dublin 2, Ireland

### **12 Approval of the financial statements**

These financial statements were approved by the director on 15<sup>th</sup> June 2023.