

**COMPANY REGISTRATION NUMBER: 05814514**

**MARTIN COSTELLO MUSIC LTD**

**FILLETED UNAUDITED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31 May 2017**

**MARTIN COSTELLO MUSIC LTD**  
**FINANCIAL STATEMENTS**

**YEAR ENDED 31 MAY 2017**

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**MARTIN COSTELLO MUSIC LTD**  
**OFFICERS AND PROFESSIONAL ADVISERS**

<b>Director</b>	Mr M Costello
<b>Company secretary</b>	Mr B M Costello
<b>Registered office</b>	Lynton House 7-12 Tavistock Square London WC1H 9BQ
<b>Accountants</b>	BSG Valentine (UK) LLP Chartered Accountants Lynton House 7 - 12 Tavistock Square London WC1H 9BQ

**MARTIN COSTELLO MUSIC LTD**  
**STATEMENT OF FINANCIAL POSITION**

**31 May 2017**

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Intangible assets	4	3	3
Tangible assets	5	4,209	902
		-----	----
		4,212	905
<b>Current assets</b>			
Stocks		—	6,000
Debtors	6	3,250	3,250
Cash at bank and in hand		24,384	10,118
		-----	----
		27,634	19,368
<b>Creditors: amounts falling due within one year</b>	7	( 9,086)	( 5,347)
		-----	-----
<b>Net current assets</b>		18,548	14,021
		-----	-----
<b>Total assets less current liabilities</b>		22,760	14,926
		-----	-----
<b>Net assets</b>		22,760	14,926
		-----	-----
<b>Capital and reserves</b>			
Called up share capital		1,000	1,000
Profit and loss account		21,760	13,926
		-----	-----
<b>Shareholders funds</b>		22,760	14,926
		-----	-----

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 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 31 May 2017 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 financial statements for the year in question in accordance with section 476 ;
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements .

**MARTIN COSTELLO MUSIC LTD**  
**STATEMENT OF FINANCIAL POSITION** *(continued)*

**31 May 2017**

These financial statements were approved by the board of directors and authorised for issue on 28 February 2018 , and are signed on behalf of the board by:

Mr M Costello

Director

Company registration number: 05814514

**MARTIN COSTELLO MUSIC LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 MAY 2017**

**1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Lynton House, 7-12 Tavistock Square, London, WC1H 9BQ.

**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**

**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.

**Transition to FRS 102**

The entity transitioned from previous UK GAAP to FRS 102 as at 1 June 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 9.

**Disclosure exemptions**

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. (a) Disclosures in respect of each class of share capital have not been presented. (b) No cash flow statement has been presented for the company. (c) Disclosures in respect of financial instruments have not been presented. (d) Disclosures in respect of share-based payments have not been presented. (e) No disclosure has been given for the aggregate remuneration of key management personnel.

**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. Significant judgements The judgements (apart from those involving estimations) that management has made in the process of applying the entity's accounting policies and that have the most significant effect on the amounts recognised in the financial statements are as follows: Key sources of estimation uncertainty Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome. The key assumptions and other sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are as follows:

**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.

**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.

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.

**Intangible assets**

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses. Any intangible assets carried at revalued amounts, are recorded at the fair value at the date of revaluation, as determined by reference to an active market, less any subsequent accumulated amortisation and subsequent accumulated impairment losses. Intangible assets acquired as part of a business combination are recorded at the fair value at the acquisition date.

**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:

Development costs	-	5 years 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.

**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.

**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:

Equipment	-	25% straight line
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**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.

**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.

**Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.



#### 4. Intangible assets

	Development costs £
<b>Cost</b>	
At 1 June 2016	23,322
Additions	—
Disposals	( 8,000)
	-----
<b>At 31 May 2017</b>	<b>15,322</b>
	-----
<b>Amortisation</b>	
At 1 June 2016	23,319
Charge for the year	—
Disposals	( 8,000)
	-----
<b>At 31 May 2017</b>	<b>15,319</b>
	-----
<b>Carrying amount</b>	
<b>At 31 May 2017</b>	<b>3</b>
	-----
At 31 May 2016	3
	-----

#### 5. Tangible assets

	Equipment £	Total £
<b>Cost</b>		
At 1 June 2016	12,510	12,510
Additions	5,160	5,160
	-----	-----
<b>At 31 May 2017</b>	<b>17,670</b>	<b>17,670</b>
	-----	-----
<b>Depreciation</b>		
At 1 June 2016	11,608	11,608
Charge for the year	1,853	1,853
	-----	-----
<b>At 31 May 2017</b>	<b>13,461</b>	<b>13,461</b>
	-----	-----
<b>Carrying amount</b>		
<b>At 31 May 2017</b>	<b>4,209</b>	<b>4,209</b>
	-----	-----
At 31 May 2016	902	902
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#### 6. Debtors

	2017 £	2016 £
Other debtors	3,250	3,250
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#### 7. Creditors: amounts falling due within one year

	2017 £	2016 £
Corporation tax	3,897	3,156
Social security and other taxes	3,989	891
Other creditors	1,200	1,300
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	<b>9,086</b>	<b>5,347</b>
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## **8. Related party transactions**

The company was under the control of Mr M Costello throughout the current period and is the majority shareholder. At the year end £nil (2016:£nil) was owed to Mr M Costello in respect of funds introduced into the business.

## **9. Transition to FRS 102**

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 June 2015.

No transitional adjustments were required in equity or profit or loss for the year.

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.