

COMPANY REGISTRATION NUMBER: 10624216

**Seven Virtues Limited**  
**Unaudited Accounts**  
**20 February 2019**



# **Seven Virtues Limited**

## **Accounts**

**Period from 1 November 2017 to 20 February 2019**

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**Seven Virtues Limited**  
**Officers and Professional Advisers**

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**The board of directors**

M J Herbert  
B T Ryan  
N Shamma

**Registered office**

37 Gilbert  
South Street  
Park Hill  
Sheffield  
United Kingdom  
S2 5QY

**Accountants**

Shipleys LLP  
Chartered Accountants  
10 Orange Street  
Haymarket  
London  
WC2H 7DQ

# Seven Virtues Limited

## Directors' Report

**Period from 1 November 2017 to 20 February 2019**

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The directors present their report and the unaudited accounts of the company for the period ended 20 February 2019.

### Directors

The directors who served the company during the period were as follows:

M J Herbert  
B T Ryan  
N Shamma

### Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

This report was approved by the board of directors on 3 June 2019 and signed on behalf of the board by:



N Shamma  
Director

# Seven Virtues Limited

## Statement of Comprehensive Income

Period from 1 November 2017 to 20 February 2019

		Period from 1 Nov 17 to 20 Feb 19 £	Period from 16 Feb 17 to 31 Oct 17 £
	Note		
Turnover		1,962,030	2,759,397
Cost of sales		(2,405,961)	(3,424,552)
Gross loss		(443,931)	(665,155)
Operating loss		(443,931)	(665,155)
Loss before taxation		(443,931)	(665,155)
Tax on loss	5	443,931	665,155
Result for the financial period and total comprehensive income		—	—

All the activities of the company are from continuing operations.

The company has no other recognised items of income and expenses other than the results for the period as set out above.

The notes on pages 6 to 9 form part of these accounts.

**Seven Virtues Limited**  
**Statement of Financial Position**  
**20 February 2019**

	Note	20 Feb 19 £	31 Oct 17 £
<b>Current assets</b>			
Debtors	6	1,039,406	670,434
Cash at bank and in hand		90,375	496,401
		<u>1,129,781</u>	<u>1,166,835</u>
<b>Creditors: amounts falling due within one year</b>	7	<u>(1,129,780)</u>	<u>(1,166,834)</u>
<b>Net current assets</b>		<u>1</u>	<u>1</u>
<b>Total assets less current liabilities</b>		<u>1</u>	<u>1</u>
<b>Net assets</b>		<u>1</u>	<u>1</u>
<b>Capital and reserves</b>			
Called up share capital		<u>1</u>	<u>1</u>
<b>Shareholders funds</b>		<u>1</u>	<u>1</u>

These accounts have been prepared 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'.

For the period ending 20 February 2019 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 accounts for the period 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 accounts.

These accounts were approved by the board of directors and authorised for issue on 3 June 2019, and are signed on behalf of the board by:



N Shamma  
Director

Company registration number: 10624216

The notes on pages 6 to 9 form part of these accounts.

# Seven Virtues Limited

## Statement of Changes in Equity

Period from 1 November 2017 to 20 February 2019

	Called up share capital £	Profit and loss account £	Total £
<b>At 16 February 2017</b>	–	–	–
Profit for the period		–	–
Issue of shares	1	–	1
<b>Total investments by and distributions to owners</b>	<u>1</u>	<u>–</u>	<u>1</u>
<b>At 31 October 2017</b>	1	–	1
Profit for the period		–	–
<b>At 20 February 2019</b>	<u>1</u>	<u>–</u>	<u>1</u>

The notes on pages 6 to 9 form part of these accounts.

# Seven Virtues Limited

## Notes to the Accounts

Period from 1 November 2017 to 20 February 2019

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### 1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 37 Gilbert, South Street, Park Hill, Sheffield, United Kingdom, S2 5QY.

### 2. Statement of compliance

These accounts 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 accounts 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 accounts are prepared in sterling, which is the functional currency of the entity.

#### Comparatives

The accounts cover the period from 1 November 2017 to 20 February 2019. The comparatives cover the period from incorporation on 16 February 2017 to 31 October 2017.

The accounting period has been extended to ensure that the accounting period and tax credit claim is conterminous.

#### Disclosure exemptions

The entity satisfies the criteria of being a qualifying small entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under section 1A of FRS 102:

(a) No cash flow statement has been presented for the company.

(b) Disclosures in respect of financial instruments have not been presented.

#### Judgements and key sources of estimation uncertainty

Accruals are estimated by reference to purchase orders raised at the period end and estimates to complete. Payments received on account are estimated by reference to percentage of completion of the television production, as noted in "Revenue recognition" below.



# Seven Virtues Limited

## Notes to the Accounts *(continued)*

Period from 1 November 2017 to 20 February 2019

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### 3. Accounting policies *(continued)*

#### **Revenue recognition**

Turnover relates to the production of the television series entitled "The Virtues". It represents the value of the work done in the period, including estimates of amounts not invoiced and is stated after trade discounts, other taxes and net of VAT.

Revenue from the rendering of services is measured by reference to the stage of completion of the service transaction at the end of the reporting period provided that the outcome can be reliably estimated. When the outcome cannot be reliably estimated, revenue is recognised only to the extent that expenses recognised are recoverable.

#### **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.

#### **Financial instruments**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

### 4. Employees

The company has been incorporated to produce a television series entitled "The Virtues". In common with the film and television industry the majority of crew are hired on short term contracts for the duration of principal photography or are self-employed.

None of the Directors received any form of remuneration.

# Seven Virtues Limited

## Notes to the Accounts *(continued)*

Period from 1 November 2017 to 20 February 2019

### 5. Tax on loss

#### Major components of tax income

	Period from 1 Nov 17 to 20 Feb 19 £	Period from 16 Feb 17 to 31 Oct 17 £
<b>Current tax:</b>		
UK current tax income	(443,931)	(665,155)
<b>Tax on loss</b>	<u>(443,931)</u>	<u>(665,155)</u>

#### Reconciliation of tax income

The tax assessed on the loss on ordinary activities for the period is lower than (2017: lower than) the standard rate of corporation tax in the UK of 19% (2017: 19.17%).

	Period from 1 Nov 17 to 20 Feb 19 £	Period from 16 Feb 17 to 31 Oct 17 £
Loss on ordinary activities before taxation	(443,931)	(665,155)
High-end television tax relief	<u>(443,931)</u>	<u>(665,155)</u>

### 6. Debtors

	20 Feb 19 £	31 Oct 17 £
Prepayments and accrued income	531,427	–
VAT recoverable	60,206	–
Corporation tax recoverable	443,931	665,155
Other debtors	3,842	5,279
	<u>1,039,406</u>	<u>670,434</u>

### 7. Creditors: amounts falling due within one year

	20 Feb 19 £	31 Oct 17 £
Trade creditors	219,618	3,279
Accruals and deferred income	775,482	450,777
Social security and other taxes	1,034	29,748
Production loan	133,442	665,155
Other creditors	204	17,875
	<u>1,129,780</u>	<u>1,166,834</u>

The loan has been secured against the anticipated future high-end television tax credit.

# **Seven Virtues Limited**

## **Notes to the Accounts** *(continued)*

**Period from 1 November 2017 to 20 February 2019**

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### **8. Contingent liabilities**

Charges have been made against the television series in favour of the following parties to secure their interests in the copyright of and title to the television series:

Coutts & Company

### **9. Related party transactions**

During the year all transactions related to the production of the television series entitled "The Virtues" and arose on an arm's-length basis through the normal course of business.

The company has taken advantage of Section 33 of FRS 102 from disclosing transactions entered into between two or more members of a group, where any subsidiary undertaking which is a party to the transaction is wholly owned by a member of that group.

No further transactions with related parties were undertaken such as are required to be disclosed under FRS 102 Section 1A.

### **10. Controlling party**

In the opinion of the directors the parent undertaking and controlling party is Warp Films Limited, a company incorporated in England and Wales.