

**STARLIGHT FILM PARTNERS LLP**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 5 APRIL 2018**

**UNAUDITED**



Limited Liability Partnership Number: OC343630

**STARLIGHT FILM PARTNERS LLP**

**ANNUAL REPORT AND FINANCIAL STATEMENTS  
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**MEMBERS' REPORT  
YEAR ENDED 5 APRIL 2018**

The members submit the Annual Report and Financial Statements of Starlight Film Partners LLP ("the Partnership") for the year ended 5 April 2018.

**Principal activities**

The Partnership was formed to conduct a film production business. Based in the UK, it draws on a deep pool of talent, both on and off screen, to produce and deliver high quality films to the Partnership's commissioning distributor ("the Commissioning Distributor").

The Partnership has adopted a sophisticated project selection procedure to manage risks from the outset and will only produce films where there is a strong likelihood of distribution and where the remuneration it receives is calculated by reference to gross sales receipts from the exploitation of the films it produces.

**Review of the year**

Golden Square Services 1 Limited and Golden Square Services 2 Limited ("the Designated Members") served during the year as the Designated Members.

The partnership made a loss of £2,987 for the financial year ended 5 April 2018 (year ended 5 April 2017: profit of £2,053).

**Future developments**

The Partnership is well placed to benefit from the future exploitation of its film productions by the Commissioning Distributor and from its relationship with Ingenious Media Holdings Limited and its subsidiaries ("the Ingenious Group").

**Going Concern**

The members have a reasonable expectation that the Partnership will be able to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the Annual Report and Financial Statements.

Further details regarding the adoption of the going concern basis can be found in the notes to the financial statements.

**Policy regarding members' drawings and capital**

Designated Members are not entitled to drawings. In accordance with the Members' Agreement, members shall not be entitled to make any drawings on account of profits to which they are entitled, unless permitted under that Agreement.

Drawings in relation to receipts from the films produced are allocated between the members in accordance with clause 10 in the Members' Agreement.

Members' capital is subscribed in accordance with the current Members' Agreement, and retained by the Partnership until such time as the members agree to repay that capital. There were no transfers of members' capital to debt during the year.

The operating cash requirements of the Partnership will be met out of the members' initial contributions. No member shall be required to make any further funding available after their admission as a member, save to the extent of their liability under clause 20 of the Members' Agreement on a winding-up of the Partnership.

**MEMBERS' REPORT (CONTINUED)**  
**YEAR ENDED 5 APRIL 2018**

**Statement of members' responsibilities**

The members are responsible for preparing the Annual Report and Financial Statements in accordance with applicable law and regulations.

Legislation applicable to limited liability partnerships ("LLPs") requires the members to prepare financial statements for each financial period. Under that law the members have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under Partnership law, as applied to LLPs, the members must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Partnership and of the profit or loss of the Partnership for that period. In preparing these financial statements, the members are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Partnership will continue in business.

The members are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Partnership and enable them to ensure that the financial statements comply with the Companies Act 2006, as applicable to LLPs. They are also responsible for safeguarding the assets of the Partnership and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

These responsibilities are exercised by the Designated Members on behalf of the Partnership.

**Small company exemption**

This Members' report has been prepared in accordance with the provisions applicable to entities entitled to the small companies exemption. This is in accordance with Part 15 of the Companies Act 2006, as applicable to limited liability partnerships. The Partnership has taken advantage of the exemption for the requirement to disclose an enhanced business review and to prepare a strategic report in accordance with section 414(B) of the Companies Act 2006.

This report was approved by the Designated Members and signed on their behalf by:



**Director of Golden Square Services 1 Limited**

Designated Member: Duncan Reid

Date: 19/12/2018

Registered office  
15 Golden Square  
London W1F 9JG

Limited Liability Partnership Number: OC343630

**STARLIGHT FILM PARTNERS LLP**

**PROFIT AND LOSS ACCOUNT  
YEAR ENDED 5 APRIL 2018**

	Notes	Year ended 5 April 2018 £	Year ended 5 April 2017 £
Turnover		-	5,940
Cost of sales		-	-
<b>Gross profit</b>		-	5,940
Operating expenses		(2,987)	(3,887)
<b>Operating (loss)/profit</b>	4	(2,987)	2,053
<b>(Loss)/profit for the financial year</b>		(2,987)	2,053

All of the Partnership's profit is derived from continuing operations during the current and prior year.

The Partnership has no recognised gains and losses other than those shown above.

The notes on pages 5 to 8 form an integral part of the financial statements.

# STARLIGHT FILM PARTNERS LLP

## BALANCE SHEET AS AT 5 APRIL 2018

	Notes	5 April 2018 £	5 April 2017 £
<b>Current assets</b>			
Debtors	6	-	46,021
Cash at bank		<u>10,358</u>	<u>17,469</u>
		10,358	63,490
<b>Creditors: amounts falling due within one year</b>	7	<u>(10,358)</u>	<u>(51,497)</u>
<b>Net current assets</b>		-	11,993
<b>Net assets</b>		<u>-</u>	<u>11,993</u>
<b>Represented by:</b>			
<b>Members' interests</b>			
Members' capital accounts	8	12,142,610	12,142,610
Other reserves	8	<u>(12,142,610)</u>	<u>(12,130,617)</u>
<b>Total members' interests</b>		<u>-</u>	<u>11,993</u>
<b>Memorandum of members' total interests</b>			
Members' other interests		<u>-</u>	<u>11,993</u>
<b>Total members' interests</b>		-	11,993

The notes on pages 5 to 8 form an integral part of the financial statements.

The members consider that for the year ending 5 April 2018 the Company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Act.

The members acknowledge their responsibilities for complying with the requirements of the Act (as applicable to limited liability partnerships) with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A Small Entities.

These financial statements were approved by the Designated Members and authorised for issue and signed on their behalf by:



**Director of Golden Square Services 1 Limited**

Designated member: Duncan Reid

Date: 19/12/2018

Limited Liability Partnership Number: OC343630

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED 5 APRIL 2018**

**1. Accounting Policies**

The principal accounting policies are summarised below. They have been applied consistently throughout the current and prior year.

**Basis of accounting**

The Partnership was incorporated in England and Wales as a limited liability partnership under the Limited Liability Partnerships Act 2000. Its place of business and head office address is 15 Golden Square, London, W1F 9JG. The nature of the Partnership's operations and principal activity are set out in the Members' Report on page 1.

The financial statements have been prepared under the historical cost convention, modified to include certain items at fair value, and in accordance with Financial Reporting Standard 102 issued by the Financial Reporting Council. This is the first period in which the financial statements have been prepared under FRS 102. Refer to note 11 for an explanation of the transition. The adoption of FRS 102 in the current period did not have a material impact on the prior year financial statements.

The functional currency of the Partnership is considered to be pound sterling which is the currency of the primary economic environment in which the Partnership operates.

**Going concern**

The Partnership is expected to continue to have sufficient cash to meet its foreseeable future obligations and the members believe that the Partnership is well placed to manage its business risks successfully despite the current uncertain economic outlook. As a result the financial statements of the Partnership have been prepared on a going concern basis.

**Turnover**

Turnover derives from one class of business, the development, production and delivery of films to the Commissioning Distributor, and is stated net of Value Added Tax.

**Taxation**

No current or deferred taxation is provided in the financial statements as the liability for taxation falls on the members.

**Stock**

Stock and work-in-progress, other than long-term contracts, are stated at the lower of cost and net realisable value. Cost comprises contractual expenditure in respect of the films being produced on behalf of the Commissioning Distributor. Net realisable value is based on estimated selling price less all further costs to completion and all relevant marketing, selling and distribution costs.

**Long-term contracts**

Long-term contract balances represent costs incurred on specific contracts, net of amounts transferred to cost of sales in respect of work recorded as turnover, less foreseeable losses and payments on account not matched with turnover. Provision is made for the full amount of foreseeable losses on contracts.

**Cashflow statement**

The Partnership is a qualifying entity under FRS 102 Section 1A Small Entities and it is taking advantage of the disclosure exemptions available to such entities in its financial statements. As such, the financial statements do not include a Cash Flow Statement or a note on financial instruments.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED 5 APRIL 2018**

**1. Accounting Policies (continued)**

**Foreign currencies**

Transactions denominated in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rate of exchange ruling at the balance sheet date. Exchange differences are taken to the Profit and Loss Account.

**2. Critical accounting judgements and key sources of estimation**

In the application of the Partnership's accounting policies, which are described in note 1, the members 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 accounting judgements in applying the accounting policies**

The following are the critical judgements that the members have made in the process of applying the Partnership's accounting policies and that have the most significant effect on the amounts recognised in the financial statements:

**Impairment of investments**

Assets, other than those measured at fair value, are assessed for indicators of impairment at each balance sheet date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss as described below.

**Financial assets**

For financial assets carried at cost less impairment, the impairment loss is the difference between the asset's carrying amount and the best estimate of the amount that would be received for the asset if it were to be sold at the reporting date.

Where indicators exist for a decrease in impairment loss, and the decrease can be related objectively to an event occurring after the impairment was recognised, the prior impairment loss is tested to determine reversal. An impairment loss is reversed on an individual impaired financial asset to the extent that the revised recoverable value does not lead to a revised carrying amount higher than the carrying value had no impairment been recognised.

**3. Cost of sales**

The cost of sales relates to the delivery of the film produced by the Partnership to the Commissioning Distributor.

# STARLIGHT FILM PARTNERS LLP

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED 5 APRIL 2018

### 4. Operating (loss)/profit

	Year ended 5 April 2018 £	Year ended 5 April 2017 £
The operating (loss)/profit is stated after crediting:		
Foreign exchange gains	-	2,158
	-	2,158

### 5. Information relating to members

No member received any salaried remuneration from the Partnership during the current or prior year.

The average number of members in the year was 4 (year ended 5 April 2017: 4). The average allocation of loss was therefore £747 (year ended 5 April 2017: £513) and the largest allocation of loss to any single member was £2,987 (year ended 5 April 2017: profit of £2,053).

### 6. Debtors

	5 April 2018 £	5 April 2017 £
Trade debtors	-	46,021
	-	46,021

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

	5 April 2018 £	5 April 2017 £
Accruals	10,358	14,567
VAT Payable to HMRC	-	1,273
Amounts due to the Ingenious Member	-	35,657
	10,358	51,497

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED 5 APRIL 2018**

**8. Reconciliation of movement in members' interests**

	2018			2017		
	Members' capital £	Other reserves £	Total £	Loans and other amounts due to members £	Total members' interests £	Total members' interests £
Balance at the start of the year	12,142,610	(12,130,617)	11,993	-	11,993	15,865
Loss for the financial	-	(2,987)	(2,987)	-	(2,987)	2,053
Members' interests after loss for the year	12,142,610	(12,133,604)	9,006	-	9,006	17,918
Drawings	-	(9,006)	(9,006)	-	(9,006)	(5,925)
Members' interests at 5 April 2018	12,142,610	(12,142,610)	-	-	-	11,993

**9. Related party transactions**

The Designated Members, Starlight Film Partners Limited ("the Ingenious Member", a member of the Partnership) and Ingenious Films Limited ("the Consultant") are all wholly-owned subsidiaries of Ingenious Media Limited, a company registered in England and Wales. Ingenious Media Limited is a wholly-owned subsidiary by Ingenious Media Holdings Limited.

N A Forster, D M Reid and S J Speight acted as directors of the Designated Members, the Ingenious Member and Ingenious Films Limited during all or part of the year ended 5 April 2018. N A Forster and D M Reid are also directors of Ingenious Media Holdings Limited.

**10. Controlling party**

The ordinary member, David Mutch, is the ultimate controlling party and controls the financial and operational policies of the Partnership.