

COMPANY REGISTRATION NUMBER: 09175479

**FRD M2 Entertainment Limited**  
**Filleted Financial Statements**  
**31 December 2018**



# FRD M2 Entertainment Limited

## Statement of Financial Position

31 December 2018

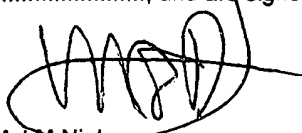
	Note	2018 £	2017 £
<b>Current assets</b>			
Debtors	4	11,752	1,567,009
Cash at bank and in hand		<u>4,950</u>	<u>2,873</u>
		16,702	1,569,882
<b>Creditors: amounts falling due within one year</b>	5	<u>(5,950)</u>	<u>(1,559,130)</u>
<b>Net current assets</b>		10,752	10,752
<b>Total assets less current liabilities</b>		<u>10,752</u>	<u>10,752</u>
<b>Net assets</b>		<u>10,752</u>	<u>10,752</u>
<b>Capital and reserves</b>			
Called up share capital	6	1	1
Profit and loss account		<u>10,751</u>	<u>10,751</u>
<b>Shareholder funds</b>		<u>10,752</u>	<u>10,752</u>

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.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the board of directors and authorised for issue on 24.05.19, and are signed on behalf of the board by:

  
M J M Nielsen  
Director

Company registration number: 09175479

The notes on pages 2 to 4 form part of these financial statements.

# **FRD M2 Entertainment Limited**

## **Notes to the Financial Statements**

**Year ended 31 December 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 10 Orange Street, Haymarket, London, WC2H 7DQ.

### **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.

#### **Going concern**

Subsequent to the balance sheet date the director has taken the commercial decision that the company has no further trading purpose within the group and as such, once all remaining liabilities have been settled, an application will be made for the company to be dissolved. As a result of this decision the director deems it appropriate to prepare the financial statements on a basis other than going concern. No material adjustments are required as a result.

#### **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:

- No cash flow statement has been presented for the company.
- Disclosures in respect of financial instruments have not been presented.

#### **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.

#### **Revenue recognition**

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for production services rendered to the parent company in the year, stated net of Value Added Tax.

# FRD M2 Entertainment Limited

## Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

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

#### 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. Debtors

	2018 £	2017 £
Amounts owed by group undertakings	<u>11,752</u>	<u>1,567,009</u>

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

	2018 £	2017 £
Trade creditors	–	4,944
Amounts owed to group undertakings	–	1,499,143
Accruals and deferred income	<u>5,950</u>	<u>5,950</u>
Social security and other taxes	–	49,093
	<u>5,950</u>	<u>1,559,130</u>

### 6. Called up share capital

#### Issued, called up and fully paid

	2018		2017	
	No.	£	No.	£
Ordinary shares of £1 each	<u>1</u>	<u>1.00</u>	<u>1</u>	<u>1.00</u>

### 7. Summary audit opinion

The auditor's report for the year dated **13 JUN 2019** was unqualified, however, the auditor drew attention to the following by way of emphasis.

We draw attention to Note 3 to the financial statements which explains that the director intends to dissolve the company and therefore does not consider it to be appropriate to adopt the going concern basis of accounting in preparing the financial statements. Accordingly the financial statements have been prepared on a basis other than going concern as described in Note 3. Our opinion is not modified in respect of this matter.

The senior statutory auditor was SIMON ROBINSON, for and on behalf of Shipleys LLP.

## **FRD M2 Entertainment Limited**

### **Notes to the Financial Statements *(continued)***

**Year ended 31 December 2018**

#### **8. Related party transactions**

The company is a wholly owned subsidiary of M2 Entertainment Limited (immediate parent company) and is consolidated within the group financial statements of M2 Group A/S (ultimate parent company), whose registered office address is Filmbyen 23, 4., 8000 Aarhus C, Denmark.

The company has taken advantage of the related party disclosure exemptions available under FRS102 Section 1A, where transactions and balances existing between fellow group members (being parent company or wholly owned fellow subsidiary) need not be disclosed. Disclosure is also not required where related party transactions and balances are concluded under normal market conditions. That said at the balance sheet date the company is owed an amount totalling £11,752 (2017: £815,106) in respect of short term, interest free, advance to its immediate parent company.

#### **9. Controlling party**

The immediate parent company is M2 Entertainment Limited. The ultimate parent company is M2 Group A/S, a company registered in Denmark. The ultimate controlling party is M J M Nielsen, by virtue of his shareholding in M2 Group A/S.