## 31 May 2018

## ZCZ Films Limited <br> Financial Statements

Year ended 31 May 2018
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## ZCZ Films Limited Directors' Report

## Year ended 31 May 2018

The directors present their report and the unaudited financial statements of the company for the year ended 31 May 2018.

## Principal activities

The principal activity in the year under review was that of television and media programme production.

## Directors

The directors who served the company during the year were as follows:
Mr W Januszczak
Mrs Y Katayama

## 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 31 October 2018 and signed on behalf of the board by:
Mr W Januszczak Mrs Y Katayama
Director
Director
Registered office:
75 Fortress Road
Kentish Road
London
England
NW5 1AG

## ZCZ Films Limited

## Profit and Loss Account

## Year ended 31 May 2018

|  |  | 2018 | 2017 |
| :---: | :---: | :---: | :---: |
|  | Note | £ | £ |
| Turnover |  | 448,083 | 406,273 |
| Cost of sales |  | 313,727 | 302,295 |
| Gross profit |  | 134,356 | 103,978 |
| Distribution costs |  | 236 | 1,707 |
| Administrative expenses |  | 75,325 | 78,318 |
| Operating profit |  | 58,795 | 23,953 |
| Other interest receivable and similar income |  | 261 | 1,228 |
| Profit before taxation | 4 | 59,056 | 25,181 |
| Tax on profit |  | 11,307 | 6,794 |
| Profit for the financial year and total comprehensive income |  | 47,749 | 18,387 |
| Dividends paid and payable |  | $(50,000)$ | $(85,000)$ |
| Retained earnings at the start of the year |  | 32,239 | 98,852 |
| Retained earnings at the end of the year |  | 29,988 | 32,239 |

## ZCZ Films Limited Balance Sheet

## 31 May 2018

|  | 2018 |  |  | 2017 |
| :---: | :---: | :---: | :---: | :---: |
|  | Note | $\pm$ | $\pm$ | £ |
| Fixed assets |  |  |  |  |
| Tangible assets | 5 |  | 26,535 | 44,414 |
| Current assets |  |  |  |  |
| Debtors | 6 | 78,243 |  | 45,999 |
| Cash at bank and in hand |  | 86,952 |  | 117,439 |
|  |  | 165,195 |  | 163,438 |
| Creditors: amounts falling due within one |  |  |  |  |
| Net current assets/(liabilities) |  |  | 7,673 | $(5,211)$ |
| Total assets less current liabilities |  |  | 34,208 | 39,203 |
| Provisions |  |  |  |  |
| Taxation including deferred tax |  |  | 3,220 | 5,964 |
| Net assets |  |  | 30,988 | 33,239 |
| Capital and reserves |  |  |  |  |
| Called up share capital |  |  | 1,000 | 1,000 |
| Profit and loss account |  |  | 29,988 | 32,239 |
| Shareholders funds |  |  | 30,988 | 33,239 |

These financial statements 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 year ending 31 May 2018 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 financial statements for the year 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 financial statements .


## ZCZ Films Limited

## Balance Sheet (continued)

## 31 May 2018

These financial statements were approved by the board of directors and authorised for issue on 31 October 2018 , and are signed on behalf of the board by:

Mr W Januszczak
Director

Mrs Y Katayama
Director

Company registration number: 03568966
These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

## ZCZ Films Limited

## Notes to the Financial Statements

## Year ended 31 May 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 75 Fortress Road, Kentish Road, London, England, NW5 1AG.

## 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.

## Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102 and as such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of 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. During the period in questions, apart from those involving estimations, the management has made no judgements or uncertain policy, within the process of applying the entity's accounting policies.

## Revenue recognition

Turnover represents fees received for work done during the year, excluding value added tax. Fee income represents revenue earned under a wide variety of contracts to provide Television and Film Production services. Revenue is recognised as earned when, and to the extent that, the firm obtains the right to consideration in exchange for its performance under these contracts. It is measured at the fair value of the right to consideration, which represents amounts chargeable to clients, including expenses and disbursements but excluding value added tax. Fee income that is contingent on events outside the control of the firm, is recognised when the contingent event occurs.

## Taxation

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. 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.

## 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. During the period in review, no assets were revalued, meaning no change in the carrying amount of an asset. The freehold property and investments to property are both written off over 6 years, in accordance with the lease term.

## 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:

Leasehold property and - In accordance with the property
improvements
Plant and machinery
Fixtures and fittings
Motor vehicles
Equipment

- $25 \%$ straight line
- $25 \%$ straight line
- $25 \%$ straight line
- $25 \%$ straight line


## 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 within these accounts, there have been no impairments in this period.

## 4. Profit before taxation

Profit before taxation is stated after charging:

|  | $\mathbf{2 0 1 8}$ | 2017 |
| :--- | ---: | ---: |
| Depreciation of tangible assets | $\mathbf{f}$ | $\mathbf{f}$ |
| $\mathbf{2 1 , 6 1 7}$ | 23,265 |  |

## 5. Tangible assets

Land and Plant and Fixtures
buildings machinery and fittings
$\ddagger \quad £ \quad £$

Motor
vehicles Equipment
Total
$\mathbf{~}$

## Cost

At 1 Jun 2017
Additions
Disposals
At $\mathbf{3 1}$ May
$\mathbf{2 0 1 8}$
Depreciation

At 1 Jun 2017 41,404

96,402
27,701
10,742
24,061
200,310
Charge for the year

8,530
6,403
5,641

At 31 May
2018
49,934 102,805 33,342
10,742
25,104
221,927
Carrying
amount
At 31 May
2018
At 31 May 2017

| 1,247 | 12,728 | 10,024 |
| ---: | ---: | ---: |
| $9,-----------------177$ | 18,249 | 15,433 |



26,535 955

44,414
6. Debtors

|  | 2018 | 2017 |
| :---: | :---: | :---: |
|  | $\pm$ | £ |
| Trade debtors | 59,470 | 24,177 |
| Other debtors | 18,773 | 21,822 |
|  | 78,243 | 45,999 |
| 7. Creditors: amounts falling due within one year |  |  |
|  | 2018 | 2017 |
|  | £ | £ |
| Trade creditors | 45,893 | 44,681 |
| Corporation tax | 14,051 | 4,972 |
| Social security and other taxes | 7,012 | 15,301 |
| Other creditors | 90,566 | 103,695 |
|  | 157,522 | 168,649 |

8. Directors' advances, credits and guarantees

Amounts of $£ 0$ (2017: $£ 33,865$ ) were advanced interest free, and repayable on demand, by the directors during the year. At the year end, $£ 12,210$ was owed by the directors to the company. $(2017: £ 16,144)$.

## ZCZ Films Limited

 Management Information
## Year ended 31 May 2018

The following pages do not form part of the financial statements.

## ZCZ Films Limited

## Chartered Management Accountants Report to the Board of Directors on the Preparation of the Unaudited Statutory Financial Statements of ZCZ Films Limited

## Year ended 31 May 2018

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of ZCZ Films Limited for the year ended 31 May 2018, which comprise the profit and loss account, balance sheet and the related notes from the company's accounting records and from information and explanations you have given us. As a practising member firm of the Chartered Institute of Management Accountants, we are subject to its ethical and other professional requirements which are detailed at www.cimaglobal.com. This report is made solely to the Board of Directors of ZCZ Films Limited, as a body, in accordance with the terms of our engagement letter dated 25 April 2000. Our work has been undertaken solely to prepare for your approval the financial statements of ZCZ Films Limited and state those matters that we have agreed to state to you, as a body, in this report in accordance with the requirements of the Chartered Institute of Management Accountants as detailed at www.cimaglobal.com. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than ZCZ Films Limited and its Board of Directors, as a body, for our work or for this report.
It is your duty to ensure that ZCZ Films Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of ZCZ Films Limited. You consider that ZCZ Films Limited is exempt from the statutory audit requirement for the year. We have not been instructed to carry out an audit or a review of the financial statements of ZCZ Films Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.
THE BLUE SKIES PARTNERSHIP Chartered Management Accountants
Skyview House 10 St Neots Road Sandy Bedfordshire SG19 1LB
31 October 2018

## ZCZ Films Limited Detailed Profit and Loss Account

## Year ended 31 May 2018

|  | 2018 £ | 2017 £ |
| :---: | :---: | :---: |
| Turnover | 448,083 | 406,273 |
| Cost of sales |  |  |
| Production costs | 290,081 | 261,497 |
| Sales distribution costs | 13,696 | 29,110 |
| Development costs | 9,950 | 11,688 |
|  | 313,727 | 302,295 |
| Gross profit | 134,356 | 103,978 |
| Overheads |  |  |
| Advertising | 236 | 1,707 |
| Administrative expenses |  |  |
| Rent rates and water | 24,134 | 23,924 |
| Light and heat | 1,701 | 1,882 |
| Insurance | 3,061 | 552 |
| Repairs and maintenance (allowable) | 1,947 | 3,336 |
| Travel and subsistence | 6,362 | 4,890 |
| Telephone, landline and mobile | 1,880 | 1,696 |
| Computer and software costs | 592 | 1,732 |
| Small tools, equipment repairs and renewals | 1,061 | 2,048 |
| Printing postage and stationery | 3,132 | 3,904 |
| Staff training courses and materials | 361 | - |
| Sundry expenses | 665 | 2,061 |
| Charitable donations (allowable) | 3,364 | - |
| Subscriptions | 1,555 | 1,220 |
| Entertaining | 3,905 | 2,998 |
| Bad debts written off | - | 227 |
| Bank charges | 879 | 1,135 |
| Other professional fees | 13 | 233 |
| Accountancy fees | 3,311 | 3,215 |
| Depreciation of tangible assets | 21,617 | 23,265 |
| (Gain)/loss on disposal of tangible assets | $(4,215)$ | - |
|  | 75,325 | 78,318 |
|  | 75,561 | 80,025 |
| Operating profit | 58,795 | 23,953 |
| Other interest receivable and similar income | 261 | 1,228 |
| Profit before taxation | 59,056 | 25,181 |

ZCZ Films LimitedNotes to the Detailed Profit and Loss Account
Year ended 31 May 2018
2018 ..... 2017
£ ..... £
Other interest receivable and similar income
Interest on cash and cash equivalents ..... 261 ..... 1,228

