

Digital Classics Distribution Limited
Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2016

DIGITAL CLASSICS DISTRIBUTION LIMITED

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DIGITAL CLASSICS DISTRIBUTION LIMITED
Company Information

Director	D A Nelson
Company secretary	TLT Secretaries Limited
Registered office	One Redcliff Street Bristol BS1 6TP
Accountants	Rotherham Taylor Limited Chartered Accountants 21 Navigation Business Village Navigation Way Ashton-on-Ribble Preston Lancashire PR2 2YP

**Chartered Accountants' Report to the Director on the Preparation of the Unaudited
Statutory Accounts of
Digital Classics Distribution Limited
for the Year Ended 31 December 2016**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Digital Classics Distribution Limited for the year ended 31 December 2016 as set out on pages [3](#) to [8](#) from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Digital Classics Distribution Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Digital Classics Distribution Limited and state those matters that we have agreed to state to the Board of Directors of Digital Classics Distribution Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Digital Classics Distribution Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Digital Classics Distribution Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Digital Classics Distribution Limited. You consider that Digital Classics Distribution 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 accounts of Digital Classics Distribution 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 accounts.

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Rotherham Taylor Limited
Chartered Accountants
21 Navigation Business Village
Navigation Way
Ashton-on-Ribble
Preston
Lancashire
PR2 2YP

29 April 2017

DIGITAL CLASSICS DISTRIBUTION LIMITED
(Registration number: 04764368)
Balance Sheet as at 31 December 2016

	Note	2016 £	2015 £
Fixed assets			
Intangible assets	4	144,480	154,560
Investments		20	20
		<u>144,500</u>	<u>154,580</u>
Current assets			
Debtors	6	181	6,638
Cash at bank and in hand		518	386
		<u>699</u>	<u>7,024</u>
Creditors: Amounts falling due within one year	7	(391,767)	(436,308)
Net current liabilities		<u>(391,068)</u>	<u>(429,284)</u>
Net liabilities		<u>(246,568)</u>	<u>(274,704)</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>(246,668)</u>	<u>(274,804)</u>
Total equity		<u>(246,568)</u>	<u>(274,704)</u>

For the financial year ending 31 December 2016 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 accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

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.

The notes on pages [5](#) to [8](#) form an integral part of these financial statements.

DIGITAL CLASSICS DISTRIBUTION LIMITED
(Registration number: 04764368)
Balance Sheet as at 31 December 2016

Approved and authorised by the director on 29 April 2017

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D A Nelson

Director

The notes on pages [5](#) to [8](#) form an integral part of these financial statements.

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1 General information

The company is a private company limited by share capital incorporated in England & Wales.

The address of its registered office is:

One Redcliff Street

Bristol

BS1 6TP

The principal place of business is:

15 Oaksey Grove

Nailsea

Bristol

BS48 2TP

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Group accounts not prepared

The financial statements contain information about Digital Classics Distribution Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under Section 398 of the Companies Act 2006 not to prepare consolidated financial statements.

Going concern

The directors have prepared the financial statements on a going concern basis after assessing a number of factors affecting the company and its parent undertaking, Classical TV Limited. Namely, the relaunch of the online media library and arrangements with loan note and preference shareholders of Classical TV Limited and other creditors across the group. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class

Programme rights

Amortisation method and rate

10% straight line

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares. Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit or loss. Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 1 (2015 - 1).

4 Intangible assets

	Programme rights £	Total £
Cost or valuation		
At 1 January 2016	164,640	164,640
At 31 December 2016	164,640	164,640
Amortisation		
At 1 January 2016	10,080	10,080
Amortisation charge	10,080	10,080
At 31 December 2016	20,160	20,160
Carrying amount		
At 31 December 2016	144,480	144,480
At 31 December 2015	154,560	154,560

5 Investments

	2016 £	2015 £
Investments in subsidiaries	20	20
Subsidiaries		£
Cost or valuation		
At 1 January 2016		20
Provision		
Carrying amount		
At 31 December 2016		20
At 31 December 2015		20

6 Debtors

	2016	2015
	£	£
Trade debtors	-	5,792
Other debtors	181	846
	<u>181</u>	<u>846</u>
	<u>181</u>	<u>6,638</u>

7 Creditors

	2016	2015
	£	£
Due within one year		
Trade creditors	227,803	262,430
Amounts owed to group undertakings and undertakings in which the company has a participating interest	48,965	61,397
Other creditors	114,999	112,481
	<u>391,767</u>	<u>436,308</u>

8 Off-balance sheet arrangements

Other non current loans of £260,000 (2015: £260,000) which are recorded in the financial statements of the company's parent undertaking, Classical TV Limited, are secured by way of a legal charge over the company's programme rights and distribution agreements.

9 Transition to FRS 102

On the adoption of FRS 102 Section 1A - small entities, there was no effect on the balance of equity and profit and loss previously reported at 1 January 2015 and 31 December 2015, being the transition date and comparative position respectively.