

**RED ACADEMY UK LTD  
UNAUDITED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 2018**

**RED ACADEMY UK LTD**  
**UNAUDITED ACCOUNTS**  
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**RED ACADEMY UK LTD**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

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<b>Director</b>	D M McCall
<b>Company Number</b>	10804032 (England and Wales)
<b>Registered Office</b>	151 Whiteladies Road Clifton Bristol BS8 2RA
<b>Accountants</b>	Farquhar Partnership Limited 151 Whiteladies Road Clifton Bristol BS8 2RA

**RED ACADEMY UK LTD**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2018**

	Notes	2018 £	2017 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	10,400	4,845
<b>Current assets</b>			
Debtors	5	211,766	58,302
Cash at bank and in hand		14,646	6,784
		<u>226,412</u>	<u>65,086</u>
<b>Creditors: amounts falling due within one year</b>	<u>6</u>	(1,341,458)	(434,210)
<b>Net current liabilities</b>		<u>(1,115,046)</u>	<u>(369,124)</u>
<b>Net liabilities</b>		<u>(1,104,646)</u>	<u>(364,279)</u>
<b>Capital and reserves</b>			
Called up share capital	<u>7</u>	100	100
Profit and loss account		(1,104,746)	(364,379)
<b>Shareholders' funds</b>		<u>(1,104,646)</u>	<u>(364,279)</u>

For the year ending 31 December 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies. The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared and delivered 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. The profit and loss account has not been delivered to the Registrar of Companies.

Approved by the Board on 26 September 2019.

D M McCall  
Director

Company Registration No. 10804032

**RED ACADEMY UK LTD**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

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**1 Statutory information**

Red Academy UK Ltd is a private company, limited by shares, registered in England and Wales, registration number 10804032. The registered office is 151 Whiteladies Road, Clifton, Bristol, BS8 2RA.

**2 Compliance with accounting standards**

The accounts have been prepared in accordance with the provisions of FRS 102 Section 1A Small Entities. There were no material departures from that standard.

**3 Accounting policies**

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

***Basis of preparation***

The accounts have been prepared under the historical cost convention.

***Presentation currency***

The accounts are presented in £ sterling.

***Turnover***

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates and value added tax.

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

***Tangible fixed assets and depreciation***

Tangible assets are included at cost less depreciation and impairment. Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives:

Plant & machinery	20% straight line
Computer equipment	25% straight line

***Foreign exchange***

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rates of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

***Pension costs***

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are recognised in the profit and loss account when due.

***Going concern***

At the balance sheet date, the company's liabilities exceeded its assets. The company has received assurances from its parent company that they will continue to give financial support to the company for twelve months from the date of signing these financial statements.

On this basis, the director considers it appropriate to prepare the accounts on a going concern basis. However, should the aforementioned financial support not be forthcoming, the going concern basis used in preparing the company's accounts may be invalid and adjustments would have to be made to reduce the value of assets to their realisable amount and to provide for any further liabilities which might arise. The accounts do not include any adjustment to the company's assets or liabilities that might be necessary should this basis not continue to be appropriate.

**RED ACADEMY UK LTD**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

**4 Tangible fixed assets**

	Plant & machinery £	Computer equipment £	Total £
<b>Cost or valuation</b>	At cost	At cost	
At 1 January 2018	2,994	2,322	5,316
Additions	300	7,714	8,014
At 31 December 2018	3,294	10,036	13,330
<b>Depreciation</b>			
At 1 January 2018	229	242	471
Charge for the year	604	1,855	2,459
At 31 December 2018	833	2,097	2,930
<b>Net book value</b>			
At 31 December 2018	2,461	7,939	10,400
At 31 December 2017	2,765	2,080	4,845

**5 Debtors**

	2018 £	2017 £
Trade debtors	160,479	56,915
Accrued income and prepayments	-	875
Other debtors	51,287	512
	211,766	58,302

**6 Creditors: amounts falling due within one year**

	2018 £	2017 £
Trade creditors	24,665	11,527
Amounts owed to group undertakings and other participating interests	1,145,136	272,345
Taxes and social security	40,506	10,817
Other creditors	1,282	102
Loans from directors	-	48,864
Accruals	1,250	1,250
Deferred income	128,619	89,305
	1,341,458	434,210

**7 Share capital**

	2018 £	2017 £
Allotted, called up and fully paid: 1,000 Ordinary shares of £0.10 each	100	100

**8 Operating lease commitments**

	2018 £	2017 £
At 31 December 2018 the company has commitments under non-cancellable operating leases as follows:		
Operating leases expiring: Within one year	20,980	15,752

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**9 Controlling party**

The controlling party is Red Academy Inc. whose registered office is 200-1490 West Broadway, Vancouver, Canada V6H 1H5.

**10 Post balance sheet events**

Termination payments totalling £57,717 were agreed after the balance sheet date in respect of a director's resignation and have been guaranteed by the controlling party.

**11 Average number of employees**

During the year the average number of employees was 10 (2017: 4).

