

Danmark Music Group Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2017

MG Associates
Accountants & Business Advisers
Suite 2
5 Vaughan Parade
Torquay
Devon
TQ2 5EG

Danmark Music Group Limited

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Danmark Music Group Limited

Company Information

Director	Mr DB Hougesen
Company secretary	Mrs Valerie Louise Wills
Registered office	Suite 2 5 Vaughan Parade Torquay Devon TQ2 5EG
Bankers	Sydbank
Accountants	MG Associates Accountants & Business Advisors Suite 2 5 Vaughan Parade Torquay Devon TQ2 5EG

Danmark Music Group Limited

Director's Report for the Year Ended 31 December 2017

The director presents his report and the financial statements for the year ended 31 December 2017.

Director of the company

The director who held office during the year was as follows:

Mr DB Hougesen

Principal activity

The principal activity of the company is music production and marketing

Small companies provision statement

This report has 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.

Approved by the Board on 13 November 2018 and signed on its behalf by:

.....
Mr DB Hougesen
Director

**Accountants' Report to the Director on the Preparation of the Unaudited Statutory Accounts of
Danmark Music Group Limited
for the Year Ended 31 December 2017**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Danmark Music Group Limited for the year ended 31 December 2017 as set out on pages 4 to 11 from the company's accounting records and from information and explanations you have given us.

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

It is your duty to ensure that Danmark Music Group 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 loss of Danmark Music Group Limited. You consider that Danmark Music Group 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 Danmark Music Group 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.

.....
MG Associates
Accountants & Business Advisors
Suite 2
5 Vaughan Parade
Torquay
Devon
TQ2 5EG

14 November 2018

Danmark Music Group Limited

Profit and Loss Account for the Year Ended 31 December 2017

	Note	Total 31 December 2017 £	Total 31 December 2016 £
Turnover		1,566,575	1,044,200
Cost of sales		<u>(1,562,211)</u>	<u>(1,031,061)</u>
Gross profit		4,364	13,139
Administrative expenses		<u>(100,093)</u>	<u>(73,039)</u>
Operating loss		<u>(95,729)</u>	<u>(59,900)</u>
Interest payable and similar expenses		<u>(43,362)</u>	<u>22,264</u>
		<u>(43,362)</u>	<u>22,264</u>
Loss before tax	<u>3</u>	(139,091)	(37,636)
Taxation		<u>317</u>	<u>178</u>
Loss for the financial year		<u><u>(138,774)</u></u>	<u><u>(37,458)</u></u>

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

The notes on pages 8 to 11 form an integral part of these financial statements.

Danmark Music Group Limited

Statement of Comprehensive Income for the Year Ended 31 December 2017

	Note	2017 £	2016 £
Loss for the year		<u>(138,774)</u>	<u>(37,458)</u>
Total comprehensive income for the year		<u><u>(138,774)</u></u>	<u><u>(37,458)</u></u>

The notes on pages 8 to 11 form an integral part of these financial statements.

Danmark Music Group Limited
(Registration number: 05656757)
Balance Sheet as at 31 December 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>4</u>	7,889	9,861
Current assets			
Debtors	<u>5</u>	437,266	258,440
Cash at bank and in hand		55,332	104,254
		492,598	362,694
Creditors: Amounts falling due within one year	<u>6</u>	(726,679)	(459,655)
Net current liabilities		(234,081)	(96,961)
Total assets less current liabilities		(226,192)	(87,100)
Provisions for liabilities		(1,229)	(1,547)
Net liabilities		(227,421)	(88,647)
Capital and reserves			
Called up share capital		100	100
Profit and loss account		(227,521)	(88,747)
Total equity		(227,421)	(88,647)

For the financial year ending 31 December 2017 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.

Approved and authorised by the director on 13 November 2018

.....

Mr DB Hougesen

Director

The notes on pages 8 to 11 form an integral part of these financial statements.

Danmark Music Group Limited

Statement of Changes in Equity for the Year Ended 31 December 2017

	Share capital £	Profit and loss account £	Total £
At 1 January 2017	100	(88,747)	(88,647)
Loss for the year	-	(138,774)	(138,774)
Total comprehensive income	-	(138,774)	(138,774)
At 31 December 2017	100	(227,521)	(227,421)
	Share capital £	Profit and loss account £	Total £
At 1 January 2016	100	(51,289)	(51,189)
Loss for the year	-	(37,458)	(37,458)
Total comprehensive income	-	(37,458)	(37,458)
At 31 December 2016	100	(88,747)	(88,647)

The notes on pages 8 to 11 form an integral part of these financial statements.

Danmark Music Group Limited

Notes to the Financial Statements for the Year Ended 31 December 2017

1 General information

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

The address of its registered office is:

Suite 2
5 Vaughan Parade
Torquay
Devon
TQ2 5EG

The principal place of business is:

C/o Alcyone
Warfleet Road
Dartmouth
Devon
TQ6 9BZ
England

These financial statements were authorised for issue by the director on 13 November 2018.

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.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

Danmark Music Group Limited

Notes to the Financial Statements for the Year Ended 31 December 2017

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Office Equipment	20% Reducing Balance

Trade 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.

Trade 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.

3 Loss before tax

Arrived at after charging/(crediting)

	2017 £	2016 £
Depreciation expense	1,972	2,466

Danmark Music Group Limited

Notes to the Financial Statements for the Year Ended 31 December 2017

4 Tangible assets

	Furniture, fittings and equipment £	Total £
Cost or valuation		
At 1 January 2017	50,124	50,124
At 31 December 2017	50,124	50,124
Depreciation		
At 1 January 2017	40,263	40,263
Charge for the year	1,972	1,972
At 31 December 2017	42,235	42,235
Carrying amount		
At 31 December 2017	7,889	7,889
At 31 December 2016	9,861	9,861

5 Debtors

	2017 £	2016 £
Trade debtors	417,725	247,008
Other debtors	19,541	11,432
Total current trade and other debtors	437,266	258,440

6 Creditors

	Note	2017 £	2016 £
Due within one year			
Bank loans and overdrafts	<u>7</u>	1,546	1,546
Trade creditors		711,370	444,797
Amounts owed to group undertakings and undertakings in which the company has a participating interest		11,188	11,188
Other creditors		2,575	2,124
		726,679	459,655

7 Loans and borrowings

Danmark Music Group Limited

Notes to the Financial Statements for the Year Ended 31 December 2017

	2017	2016
	£	£
Current loans and borrowings		
Bank overdrafts	<u>1,546</u>	<u>1,546</u>

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This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.