

Company registration number: 01508607

Skyline IFE Limited

Unaudited filleted financial statements

31 July 2022

Skyline IFE Limited

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Skyline IFE Limited

Directors and other information

Director	Dr Richard Barsby
Company number	01508607
Registered office	The Enterprise Centre Earlham Road Norwich Norfolk NR4 7TJ
Accountants	i-Accounting The Enterprise Centre University of East Anglia Norwich Norfolk NR4 7TJ

Skyline IFE Limited

Director's report

Year ended 31 July 2022

The director presents his report and the unaudited financial statements of the company for the year ended 31 July 2022.

Principal Activity

Skyline IFE Ltd provides World Cinema In-flight Entertainment (IFE) movie titles to our prestigious international client base. This includes sourcing and pre-screening all the movies which we offer our clients to ensure they meet pre-specified IFE criteria and high quality standards. We also provide production services including editing, subtitling and preparation of materials. In addition, we offer first rate ancillary services including: boarding music and announcements, tailored collections of music videos, bespoke safety videos and safety cards, and i-Pram card reprogramming. More information is available on <https://inflightentertainment.media/>, our core activity website.

Review of Business

Fortunately, the airline industry and the movie industry were able to re-boot during this financial year. However, as anticipated, although the heavy burden of operating under Covid restrictions were gradually lifted, it will inevitably take a very long time for these industries to return to their pre-Covid norms.

As both customers of the movie industry and suppliers to the airline industry, Skyline IFE had already begun to experience evidence of their resurgence as at 31 July 2022 and we are optimistic that in 2022/2023 we will begin to see sustained recovery.

Skyline IFE continues to appreciate and value the respect, loyalty and commitment of all our customers and suppliers, and of our hard-working team.

The development of our bespoke IFE e-CRM and Production control system 'CASPER' is progressing well and is now at Beta-test stage. This initiative is a major commitment and the current projected completion/ release date is in 2024/2025. We look forward to sharing the benefits this system provides with our stakeholders. We continually invest in all aspects of our business, to enable us to grow from strength to strength.

This report was approved by the board of directors on 27 April 2023 and signed on behalf of the board by:

Dr Richard Barsby

Managing Director

Skyline IFE Limited**Statement of financial position****31 July 2022**

			2022	2021
	Note	£	£	£
Fixed assets				
Tangible assets	5	325,337	296,833	
		<u> </u>	<u> </u>	
			325,337	296,833
Current assets				
Stocks		82,674	54,238	
Debtors	6	522,599	551,179	
Cash at bank and in hand		407,532	247,109	
		<u> </u>	<u> </u>	
		1,012,805	852,526	
Creditors: amounts falling due within one year	7	(109,839)	(89,083)	
		<u> </u>	<u> </u>	
Net current assets			902,966	763,443
			<u> </u>	<u> </u>
Total assets less current liabilities			1,228,303	1,060,276
Provisions for liabilities			(25,485)	(20,042)
			<u> </u>	<u> </u>
Net assets			1,202,818	1,040,234
			<u> </u>	<u> </u>
Capital and reserves				
Called up share capital			7,525	7,525
Revaluation reserve			174,361	141,361
Capital redemption reserve			2,475	2,475
Profit and loss account			1,018,457	888,873
			<u> </u>	<u> </u>
Shareholders funds			1,202,818	1,040,234
			<u> </u>	<u> </u>

For the year ending 31 July 2022 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 financial statements for the year in question in accordance with section 476;
- The director acknowledges their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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 Section 1A of 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 comprehensive income has not been delivered.

These financial statements were approved by the board of directors and authorised for issue on 27 April 2023 , and are signed on behalf of the board by:

Dr Richard Barsby

Director

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is C/o i-Accounting Solutions Ltd, The Enterprise Centre, Earlham Road, Norwich, Norfolk, NR4 7TJ.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and 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.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances. Sale of goods - Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods. Rendering of services - 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 costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in capital and reserves. In this case, tax is recognised in other comprehensive income or directly in capital and reserves, respectively. Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

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 or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Tangible assets

tangible assets are initially recorded at cost, and are 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. An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in capital and reserves, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in capital and reserves in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves in respect of that asset, the excess shall be recognised in profit or loss.

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:

Freehold and leasehold properties	-	Revaluation policy
Plant and machinery	-	25 % reducing balance

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

Impairment

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.

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work in progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event; it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments like trade debtors and trade creditors are initially recognised at the transaction price.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided.

4. Staff costs

The average number of persons employed by the company during the year amounted to 3 (2021: 2).

The aggregate payroll costs incurred during the year were:

	2022	2021
	£	£
Wages and salaries	135,803	142,172
Other pension costs	1,221	2,418
	<u>137,024</u>	<u>144,590</u>

5. Tangible assets

	Freehold property £	Plant and machinery £	Total £
Cost or valuation			
At 1 August 2021	345,489	418,293	763,782
Additions	-	450	450
Revaluation	33,000	-	33,000
At 31 July 2022	<u>378,489</u>	<u>418,743</u>	<u>797,232</u>
Depreciation			
At 1 August 2021	67,989	398,960	466,949
Charge for the year	-	4,946	4,946
At 31 July 2022	<u>67,989</u>	<u>403,906</u>	<u>471,895</u>
Carrying amount			
At 31 July 2022	<u>310,500</u>	<u>14,837</u>	<u>325,337</u>
At 31 July 2021	<u>277,500</u>	<u>19,333</u>	<u>296,833</u>

Tangible assets held at valuation

The property was revalued on 31 07 22 using a gross rent multiplier of 9 by Paul Wright & Co. No depreciation has been applied in this year due to the increase in value.

6. Debtors

	2022	2021
	£	£
Trade debtors	194,418	210,479
Amounts owed by group undertakings and undertakings in which the company has a participating interest	320,066	318,275
Other debtors	8,115	22,425
	<u>522,599</u>	<u>551,179</u>

The debtors above include the following amounts falling due after more than one year:

	2022	2021
	£	£
Amounts owed by group undertakings and undertakings in which the company has a participating interest	317,423	316,712
	<u>317,423</u>	<u>316,712</u>

7. Creditors: amounts falling due within one year

	2022	2021
	£	£
Bank loans and overdrafts	526	2,969
Trade creditors	48,223	26,649
Corporation tax	27,434	-
Social security and other taxes	4,256	2,962
Other creditors	29,400	56,503
	<u>109,839</u>	<u>89,083</u>

8. Related party transactions

During the year the company entered into the following transactions with related parties:

	Transaction value		Balance owed by/(owed to)	
	2022	2021	2022	2021
	£	£	£	£
Polaris Property Asset Management Ltd	691	-	317,423	316,732
Sigma One Holdings Ltd	1,100	803	2,643	1,544
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Loans to group undertakings outstanding as at the year end.				

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.