



Scott-Moncrieff
business advisers and accountants

THREE MUSKETEERS FILMS LIMITED

Company registration number SC259213

FILING ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2016

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THREE MUSKETEERS FILMS LIMITED

COMPANY INFORMATION

Directors Sarah Ann Wells
Frederik Grenaa Nemeth

Registered number SC259213

Registered office 25 Bothwell Street
Glasgow
G2 6NL

Accountants Scott-Moncrieff
Chartered Accountants
25 Bothwell Street
Glasgow
G2 6NL

THREE MUSKETEERS FILMS LIMITED

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THREE MUSKETEERS FILMS LIMITED
REGISTERED NUMBER: SC259213

BALANCE SHEET
AS AT 31 DECEMBER 2016

	Note	2016 £	2015 £
Current assets			
Cash at bank and in hand	5	488	488
		<u>488</u>	<u>488</u>
Total assets less current liabilities		488	488
Net assets		<u>488</u>	<u>488</u>
Capital and reserves			
Called up share capital	6	1	1
Profit and loss account	7	487	487
		<u>488</u>	<u>488</u>

The directors consider that the company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared 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 company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and signed on its behalf on 10/4/17 by:



Sarah Ann Wells
Director

The notes on pages 2 to 4 form part of these financial statements.

THREE MUSKETEERS FILMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

1. General information

The financial statements are presented in Pounds Sterling (GBP) as that is the currency in which the company's transactions are denominated. They comprise the financial statements of the company drawn up for the year ended 31 December 2016.

The continuing activity of Three Musketeers Films Limited is film development and production.

Three Musketeers Films Limited is a private company limited by shares incorporated in the United Kingdom and registered in Scotland. Details of the registered office can be found on the company information page of these financial statements. The company registration number is SC259213.

2. Statement of compliance

The financial statements of Three Musketeers Films Limited have been prepared in compliance with United Kingdom Accounting Standards, including Section 1A of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities) (FRS102) and the Companies Act 2006.

3. Accounting policies

3.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

Information on the impact of first-time adoption of FRS 102 is given in note 11. The date of transition is 1 January 2015.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the company accounting policies.

The following principal accounting policies have been applied:

3.2 Going concern

The directors have considered a period of at least twelve months from the date on which these financial statements have been signed and, having considered all relevant information available to them, believe it is appropriate to prepare the financial statements on a going concern basis.

3.3 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

3.4 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.

THREE MUSKETEERS FILMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

3. Accounting policies (continued)

3.5 Film development and production

Film development and production expenditure is written off to the profit and loss account in the year in which the main income, following the release of the film or television series, is earned. Where there is a reasonable certainty of future material income, then expenditure is deferred and amortised over the period during which the company is expected to benefit.

3.6 Film sale and leaseback

Where the company has entered into a sale and leaseback arrangement for the rights to a film or television series, the finance lease is matched by a pledged deposit account such that the principal on deposit and interest earned will be sufficient to cover the rental obligations on the finance lease until the end of the lease. The deposit account can only be used to settle the finance lease liabilities and therefore these do not represent separate assets and liabilities of the company. Consequently the deposit account has been netted off with the finance lease creditor. Interest arising on the pledged deposit account has been similarly matched against the finance lease interest charges.

4. Employees

The average monthly number of employees, including directors, during the year was 0 (2015 - 0).

5. Cash and cash equivalents

	2016 £	2015 £
Cash at bank and in hand	488	488
	<u>488</u>	<u>488</u>

6. Share capital

	2016 £	2015 £
Shares classified as equity		
Allotted, called up and fully paid		
1 Ordinary share of £1	<u>1</u>	<u>1</u>

7. Reserves

Profit and loss account

The profit and loss account includes all current and prior year retained profit or losses.

THREE MUSKETEERS FILMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

8. Contingent liabilities

In July 2006 the company entered into a sale and leaseback transaction for the master copy of the film 'Three Musketeers' with The Invicta Film Partnership. Amounts held in deposit account as a result of this transaction comprise of monies to provide for the discharge of future leasing liabilities. The bank with which these sums are deposited has given guarantees to the lessors in respect of the lease liabilities. The contingent liability would only crystallise upon the failure of the bank holding the deposit. The amounts involved are as follows:

	2016 £	2015 £
Amounts held on deposit	324,051	386,407
Less: Lease liabilities outstanding	(324,051)	(386,407)
	<u>-</u>	<u>-</u>

The maturity of the above amounts is as follows:

	2016 £	2015 £
Expiry date:		
Within one year	(69,278)	(62,356)
Between two and five years	(254,773)	(324,051)
	<u>(324,051)</u>	<u>(386,407)</u>

9. Immediate Parent Company

The immediate parent undertaking is Zentropa Film Administration Limited who owns 100% of the issued share capital.

10. Controlling party

There is no individual controlling party.

11. First time adoption of FRS 102

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.