

MUSIC REPUBLIC LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017
PAGES FOR FILING WITH REGISTRAR



MUSIC REPUBLIC LIMITED

COMPANY INFORMATION

Directors	Mr S Cairns Mr T J O'Rourke	(Appointed 30 June 2017)
Company number	SC461049	
Registered office	c/o MV Commercial Ltd Muir Road Houston Industrial Estate LIVINGSTON EH54 5DR	
Auditor	Johnston Carmichael LLP 66 Tay Street PERTH PH2 8RA	

MUSIC REPUBLIC LIMITED

CONTENTS

	Page
Balance sheet	1
Notes to the financial statements	2 - 5

MUSIC REPUBLIC LIMITED

BALANCE SHEET

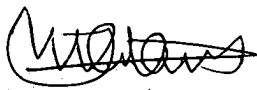
AS AT 30 JUNE 2017

	Notes	2017 £	£	2016 £	£
Fixed assets					
Goodwill	2		77,526		90,908
Other intangible assets	2		867		4,167
			<u>78,393</u>		<u>95,075</u>
Current assets					
Debtors	3	62,202		42,753	
Cash at bank and in hand		24,550		194	
		<u>86,752</u>		<u>42,947</u>	
Creditors: amounts falling due within one year	4	(66,273)		(52,245)	
Net current assets/(liabilities)			<u>20,479</u>		<u>(9,298)</u>
Total assets less current liabilities			<u>98,872</u>		<u>85,777</u>
Creditors: amounts falling due after more than one year	5		(383,363)		(433,133)
Net liabilities			<u>(284,491)</u>		<u>(347,356)</u>
Capital and reserves					
Called up share capital	6		50		50
Profit and loss reserves			(284,541)		(347,406)
Total equity			<u>(284,491)</u>		<u>(347,356)</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the board of directors and authorised for issue on 20/1/18 and are signed on its behalf by:



Mr S Cairns
Director

Company Registration No. SC461049

MUSIC REPUBLIC LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

1 Accounting policies

Company information

Music Republic Limited is a private company limited by shares incorporated in Scotland. The registered office is c/o MV Commercial Ltd, Muir Road, Houston Industrial Estate, LIVINGSTON, EH54 5DR. The business address of the company is 17 Amhurst Terrace, LONDON, E8 2BT.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

The financial statements have been prepared on the going concern basis as the directors consider it appropriate to do so. In coming to this conclusion, MV Commercial Limited, the ultimate parent company, has confirmed that it will continue to support the company for at least twelve months following the date of approval of the accounts and will not seek repayment of its loan balance of £383,363 until all other creditors have been met.

1.3 Turnover

Turnover represents amounts receivable from the distribution of the Clash Music brand magazines and associated website advertising income net of VAT and trade discounts. Revenue is recognised based on the terms agreed on by the company on a deal by deal basis.

1.4 Intangible fixed assets - goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life which the directors consider to be 10 years.

1.5 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date if the fair value can be measured reliably.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Website	33% straight line
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1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

MUSIC REPUBLIC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2017

1 Accounting policies

(Continued)

1.7 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand and deposits held at call with banks.

1.8 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include certain debtors and cash and bank balances, are measured at transaction price including transaction costs.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including certain creditors and loans from fellow group companies, are recognised at transaction price.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less.

1.9 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

1.11 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the statement of comprehensive income for the period.

MUSIC REPUBLIC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2017

1 Accounting policies

(Continued)

1.12 Comparative figures

In preparing the accounts, the directors have reviewed the allocation of cost of sales. As the principal activity of the company involves website advertising, the costs of the maintenance of the website have now been treated as a direct cost. The directors have updated the comparative figures to ensure consistency between the financial periods. As a result of the reclassification, cost of sales have increased by £3,487 from £88,758 to £92,245 and administrative expenses have decreased by £3,487 from £196,009 to £192,522.

2 Intangible fixed assets

	Goodwill £	Other £	Total £
Cost			
At 1 July 2016 and 30 June 2017	133,821	10,000	143,821
Amortisation and impairment			
At 1 July 2016	42,913	5,833	48,746
Amortisation charged for the year	13,382	3,300	16,682
At 30 June 2017	56,295	9,133	65,428
Carrying amount			
At 30 June 2017	77,526	867	78,393
At 30 June 2016	90,908	4,167	95,075

3 Debtors

	2017 £	2016 £
Amounts falling due within one year:		
Trade debtors	53,860	42,753
Other debtors	8,342	-
	62,202	42,753

4 Creditors: amounts falling due within one year

	2017 £	2016 £
Trade creditors	9,865	25,684
Other taxation and social security	7,965	8,996
Other creditors	48,443	17,565
	66,273	52,245

MUSIC REPUBLIC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2017

5 Creditors: amounts falling due after more than one year

	2017 £	2016 £
Amounts due to group undertakings	383,363	433,133

6 Called up share capital

	2017 £	2016 £
Ordinary share capital Issued and fully paid 50 Ordinary shares of £1 each	50	50

7 Audit report information

As the income statement has been omitted from the filing copy of the financial statements the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was qualified and the auditor reported as follows:

Basis of qualified opinion on financial statements

The audit evidence available to us was limited in relation to the sales process prior to sales invoices being raised. As a result of this we have been unable to obtain sufficient appropriate audit evidence concerning the completeness of sales.

Qualified opinion on the financial statements

In our opinion, except for the effect on the financial statements of the matter referred to in the Basis of Qualified Opinion paragraph, the financial statements:

give a true and fair view of the state of the company's affairs as at 30 June 2017 and of its profit for the year then ended;

have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and

have been prepared in accordance with the requirements of the Companies Act 2006; and

The senior statutory auditor was Steven Menzies.

The auditor was Johnston Carmichael LLP.

8 Related party transactions

The company has taken advantage of the exemption available in FRS 102 1A whereby it has not disclosed transactions with the immediate parent or any wholly owned subsidiary undertaking of the group.

9 Parent company

The parent company of Music Republic Limited is MV Commercial Limited and its registered office is 1 Muir Road, Houston Industrial Estate, LIVINGSTON, EH54 5DR.