

REGISTERED NUMBER: 06712061 (England and Wales)

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2015
FOR
PLEDGEMUSIC.COM LTD

THURSDAY



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COMPANIES HOUSE

PLEDGE MUSIC.COM LTD (REGISTERED NUMBER: 06712061)

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for the Year Ended 31 December 2015**

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PLEDGEMUSIC.COM LTD

COMPANY INFORMATION
for the Year Ended 31 December 2015

DIRECTORS:

B Rogers
R Rieger
J Sason
N Ledbetter

REGISTERED OFFICE:

22 Fndell Street
London
WC2H 9AD

REGISTERED NUMBER:

06712061 (England and Wales)

AUDITORS:

Oury Clark Chartered Accountants
Statutory Auditors
Herschel House
58 Herschel Street
Slough
Berkshire
SL1 1PG

**REPORT OF THE INDEPENDENT AUDITORS TO
PLEDGE MUSIC.COM LTD
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages three to seven, together with the full financial statements of Pledgemusic.com Ltd for the year ended 31 December 2015 prepared under Section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.

Other information

On we reported as auditors to the shareholders of the company on the full financial statements for the year ended 31 December 2015 prepared under Section 396 of the Companies Act 2006, and our report included the following extract:

"Emphasis of Matter

Without qualifying our opinion, we draw attention to Note 15 of the financial statements. This note describes that the financial statements have been prepared on the going concern basis as, despite continuing losses, the company has put in place cost cutting measures and has access to additional funding if needed."

However the current balance sheet position indicates the existence of material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern.

Emma Crowley

Emma Crowley (Senior Statutory Auditor)
for and on behalf of Oury Clark Chartered Accountants
Statutory Auditors
Herschel House
58 Herschel Street
Slough
Berkshire
SL1 1PG

Date: 30/11/16

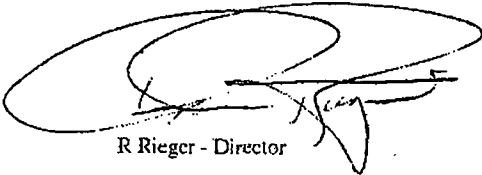
PLEDGEMUSIC.COM LTD (REGISTERED NUMBER: 06712061)

ABBREVIATED BALANCE SHEET
31 December 2015

	Notes	31.12.15		31.12.14	
		£	£	£	£
FIXED ASSETS					
Intangible assets	2		42,060		39,517
Tangible assets	3		335,088		41,256
Investments	4		20,900		20,900
			<u>398,048</u>		<u>101,673</u>
CURRENT ASSETS					
Debtors		203,238		1,977,180	
Cash at bank		<u>1,232,329</u>		<u>1,664,677</u>	
		1,435,567		3,641,857	
CREDITORS					
Amounts falling due within one year		<u>5,712,051</u>		<u>3,637,137</u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(4,276,484)</u>		<u>4,720</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(3,878,436)</u>		<u>106,393</u>
CAPITAL AND RESERVES					
Called up share capital	5		5,605		4,985
Share premium			8,446,765		8,030,338
Profit and loss account			<u>(12,330,806)</u>		<u>(7,928,930)</u>
SHAREHOLDERS' FUNDS			<u>(3,878,436)</u>		<u>106,393</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 30 November 2016 and were signed on its behalf by:



R Rieger - Director

The notes form part of these abbreviated accounts

NOTES TO THE ABBREVIATED ACCOUNTS
for the Year Ended 31 December 2015

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared on the going concern basis despite the losses incurred in the company so far. The company has a signed agreement that allows it to draw upon an additional £1 million of lending for working capital purposes. The directors believe that this additional financing, in conjunction with several cost cutting measures that are being implemented in the company and increased revenues will be sufficient for the company to continue as a going concern for a period of at least 12 months and 1 day from the approval of these financial statements.

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Preparation of consolidated financial statements

The financial statements contain information about Pledgemusic.com Ltd as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under Section 398 of the Companies Act 2006 not to prepare consolidated financial statements.

Turnover

Turnover represents commission net of value added tax due to the company once pledges are fully funded.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Plant and machinery etc - Between 5 and 20 years

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Research and development

Expenditure on research and development is written off in the year in which it is incurred in accordance with SSAP 13.

Foreign currencies

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 rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the Year Ended 31 December 2015

2.	INTANGIBLE FIXED ASSETS	Total £
	COST	
	At 1 January 2015	41,057
	Additions	<u>7,868</u>
	At 31 December 2015	<u>48,925</u>
	AMORTISATION	
	At 1 January 2015	1,540
	Amortisation for year	<u>5,325</u>
	At 31 December 2015	<u>6,865</u>
	NET BOOK VALUE	
	At 31 December 2015	<u>42,060</u>
	At 31 December 2014	<u>39,517</u>
3.	TANGIBLE FIXED ASSETS	Total £
	COST	
	At 1 January 2015	56,444
	Additions	<u>374,809</u>
	At 31 December 2015	<u>431,253</u>
	DEPRECIATION	
	At 1 January 2015	15,188
	Charge for year	<u>80,977</u>
	At 31 December 2015	<u>96,165</u>
	NET BOOK VALUE	
	At 31 December 2015	<u>335,088</u>
	At 31 December 2014	<u>41,256</u>
4.	FIXED ASSET INVESTMENTS	Investments other than loans £
	COST	
	At 1 January 2015 and 31 December 2015	<u>20,900</u>
	NET BOOK VALUE	
	At 31 December 2015	<u>20,900</u>
	At 31 December 2014	<u>20,900</u>

PLEDGE MUSIC.COM LTD (REGISTERED NUMBER: 06712061)

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the Year Ended 31 December 2015**

4. FIXED ASSET INVESTMENTS - continued

The company's investments at the Balance Sheet date in the share capital of companies include the following:

Pledgemusic Publishing Ltd

Nature of business: Publishing company

	%		
Class of shares:	holding		
Ordinary	95.00		
		31.12.15	31.12.14
		£	£
Aggregate capital and reserves		(3,692)	(60,936)
Profit/(loss) for the year		<u>57,244</u>	<u>(4,050)</u>

Pledgemusic Retail Ltd

Nature of business: Retail company

	%		
Class of shares:	holding		
Ordinary	100.00		
		31.12.15	31.12.14
		£	£
Aggregate capital and reserves		254	(3,854)
Profit/(loss) for the year		<u>4,108</u>	<u>(1,350)</u>

Pledgemusic Recordings Ltd

Nature of business: Recording company

	%		
Class of shares:	holding		
Ordinary	20.00		
		31.12.15	31.12.14
		£	£
Aggregate capital and reserves		7,592	(44,407)
Profit/(loss) for the year		<u>51,999</u>	<u>(2,064)</u>

Pledgemusic.com USA, Inc.

Country of incorporation: United States of America

Nature of business: Music company

	%		
Class of shares:	holding		
Ordinary	100.00		
		31.12.15	31.12.14
		£	£
Aggregate capital and reserves		186,592	95,637
Profit for the year		<u>90,955</u>	<u>95,637</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the Year Ended 31 December 2015

4. **FIXED ASSET INVESTMENTS - continued**

Pledgemusic.com GmbH

Country of incorporation: Germany

Nature of business: Music company

Class of shares:	% holding	31.12.15	31.12.14
Ordinary	100.00	£	£
Aggregate capital and reserves		104,574	101,311
Profit for the year		3,263	-
		<u> </u>	<u> </u>

5. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.15	31.12.14
560,571	Ordinary	£0.01	£ 5,605	£ 4,985
			<u> </u>	<u> </u>

During the year the company issued 62,306 £0.01 shares at a premium.

6. **DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to a director subsisted during the years ended 31 December 2015 and 31 December 2014:

	31.12.15	31.12.14
	£	£
B Rogers		
Balance outstanding at start of year	5,301	5,301
Amounts repaid	-	-
Balance outstanding at end of year	<u>5,301</u>	<u>5,301</u>

7. **UNCERTAINTY OVER GOING CONCERN AND POST BALANCE SHEET EVENTS**

The directors recognise that the company has continued to make losses in the current financial year and also since the balance sheet date. However, the company has a signed agreement that allows it to draw upon an additional £1 million of lending for working capital purposes. The directors believe that this additional financing, in conjunction with several cost cutting measures that are being implemented within the company and increased revenues, will be sufficient for the company to continue as a going concern for a period of at least 12 months and 1 day from the approval of these financial statements.