

Financial Statements

Video 77 Limited

For the year ended 31 March 2017

Registered number: 02764423



Video 77 Limited

Company Information

Directors

A D H Geffen
C M C Perkins
I A Gray

Registered number

02764423

Registered office

Thames House
Mere Park Dedmere Road
Marlow
Buckinghamshire
SL7 1PB

Independent auditor

Grant Thornton UK LLP
Chartered Accountants & Statutory Auditor
Grant Thornton House
Melton Street
Euston Square
London
NW1 2EP

Video 77 Limited

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Video 77 Limited

Directors' report

For the year ended 31 March 2017

The directors present their report and the financial statements for the year ended 31 March 2017.

Directors' responsibilities statement

The directors are responsible for preparing the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the Company's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal activities

The principal activity of the company is to licence rights for the music and archive that it owns.

Directors

The directors who served during the year were:

A D H Geffen
C M C Perkins
I A Gray

Disclosure of information to auditor

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditor is unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Auditor

The auditor, Grant Thornton UK LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

Video 77 Limited

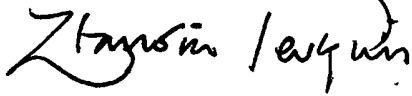
Directors' report (continued)

For the year ended 31 March 2017

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf.

A handwritten signature in black ink, appearing to read 'C M C Perkins', written over a circular stamp or seal.

C M C Perkins
Director

Date: 24/7/17



Independent auditor's report to the members of Video 77 Limited

We have audited the financial statements of Video 77 Limited for the year ended 31 March 2017, which comprise the Statement of comprehensive income, the Statement of financial position, the Statement of changes in equity and the related notes. The financial reporting framework that has been applied in their preparation is the applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an Auditor's 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 and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Directors and Auditor

As explained more fully in the Directors' responsibilities statement on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 March 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.



Independent auditor's report to the members of Video 77 Limited (continued)

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with those financial statements; and
- the Directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report under the Companies Act 2006

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' report.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to take advantage of the small companies' exemption from the requirement to prepare a Strategic report or in preparing the Directors' report.

Grant Thornton UK LLP

Steven Leith (Senior statutory auditor)

for and on behalf of

Grant Thornton UK LLP

Chartered Accountants

Statutory Auditor

London

Date: 24/7/2017

Video 77 Limited

Statement of comprehensive income
For the year ended 31 March 2017

	Note	2017 £	2016 £
Turnover		193,555	200,781
Cost of sales		(50,996)	(54,689)
Gross profit		142,559	146,092
Administrative expenses		(157)	(2,807)
Operating profit	4	142,402	143,285
Interest receivable and similar income	5	1,169	9,726
Interest payable and expenses	6	-	(588)
Profit before tax		143,571	152,423
Tax on profit	7	(28,714)	(20,039)
Profit for the financial year		114,857	132,384

There were no recognised gains and losses for 2017 or 2016 other than those included in the statement of comprehensive income.

There was no other comprehensive income for 2017 (2016: £NIL).

The notes on pages 8 to 14 form part of these financial statements.

Video 77 Limited
Registered number:02764423

Statement of financial position

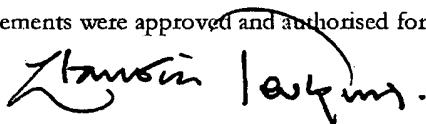
As at 31 March 2017

	Note	2017 £	2016 £
Current assets			
Debtors: amounts falling due within one year	8	6,242	47,726
Cash at bank and in hand	9	31,874	112,020
		<u>38,116</u>	<u>159,746</u>
Creditors: amounts falling due within one year	10	(38,241)	(27,262)
Net current (liabilities)/assets		<u>(125)</u>	<u>132,484</u>
Total assets less current liabilities		<u>(125)</u>	<u>132,484</u>
Net (liabilities)/assets		<u>(125)</u>	<u>132,484</u>
Capital and reserves			
Share capital	11	100	100
Retained earnings	12	(225)	132,384
		<u>(125)</u>	<u>132,484</u>

The Company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

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

C M C Perkins
Director



Date: 24/7/17

The notes on pages 8 to 14 form part of these financial statements.

Statement of changes in equity

For the year ended 31 March 2017

	Share capital	Retained earnings	Total equity
	£	£	£
At 1 April 2016	100	132,384	132,484
Comprehensive income for the year			
Profit for the year	-	114,857	114,857
Total comprehensive income for the year	-	114,857	114,857
Dividends	-	(247,466)	(247,466)
At 31 March 2017	100	(225)	(125)

Statement of changes in equity

For the year ended 31 March 2016

	Share capital	Retained earnings	Total equity
	£	£	£
At 1 April 2015	100	415,130	415,230
Comprehensive income for the year			
Profit for the year	-	132,384	132,384
Total comprehensive income for the year	-	132,384	132,384
Dividends	-	(415,130)	(415,130)
At 31 March 2016	100	132,384	132,484

The notes on pages 8 to 14 form part of these financial statements.

Notes to the financial statements

For the year ended 31 March 2017

1. General information

Video 77 Limited is a private limited company registered in England. The company's registered office is Thames House, Mere Park Dedmere Road, Marlow, Buckinghamshire, SL7 1PB.

2. Accounting policies

2.1 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 Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

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's accounting policies (see note 3).

The individual accounts of the company have adopted the following disclosure exemptions:

- the requirement to present a statement of cashflows and related notes
- financial instruments disclosures, including:
 - categories of financial instruments
 - items of income and expense, gains or losses relating to financial instruments
 - exposure to and management of financial risks
- the requirement to disclose key management personnel compensation in total

The following principal accounting policies have been applied:

2.2 Going concern

The financial statements have been prepared on the going concern basis, as the directors believe that the company will have sufficient working capital facilities to enable it to meet its financial obligation when they fall due for a period of at least 12 months from the date of approving the financial statements.

2.3 Turnover

Turnover represents income receivable from the licensing of the company's music and archive footage library and is stated net of VAT.

2.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures, fittings & equipment	- 3 years
Camera equipment	- 5 years

2.5 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Notes to the financial statements

For the year ended 31 March 2017

2. Accounting policies (continued)

2.6 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.

2.7 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.8 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.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of comprehensive income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are offset and the net amount reported in the Statement of financial position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Notes to the financial statements

For the year ended 31 March 2017

2. Accounting policies (continued)

2.9 Finance costs

Finance costs are charged to the Statement of comprehensive income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.10 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting. Dividends on shares recognised as liabilities are recognised as expenses and classified within interest payable.

2.11 Interest income

Interest income is recognised in the Statement of comprehensive income using the effective interest method.

2.12 Taxation

Tax is recognised in the Statement of comprehensive income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

3. Judgements in applying accounting policies and key sources of estimation uncertainty

There are no material judgements or estimates used in the preparation of these financial statements.

4. Operating profit

During the year, no director received any emoluments (2016 - £NIL).

The company's audit fee for 2017 and 2016 were borne by its parent undertaking.

5. Interest receivable

	2017 £	2016 £
Interest receivable from group companies	996	9,680
Other interest receivable	173	46
	<u>1,169</u>	<u>9,726</u>

Notes to the financial statements

For the year ended 31 March 2017

6. Interest payable

	2017 £	2016 £
Interest on loans from group undertakings	-	588
	<u>-</u>	<u>588</u>

7. Taxation

	2017 £	2016 £
Payment in respect of group relief	28,695	30,851
Foreign tax		
Foreign tax on income for the year	19	-
Total current tax	<u>28,714</u>	<u>30,851</u>
Deferred tax		
Origination and reversal of timing differences	-	(10,812)
Total deferred tax	<u>-</u>	<u>(10,812)</u>
Taxation on profit on ordinary activities	<u>28,714</u>	<u>20,039</u>

Notes to the financial statements

For the year ended 31 March 2017

7. Taxation (continued)

Factors affecting tax charge for the year

The tax assessed for the year is equal to (2016 - lower than) the standard rate of corporation tax in the UK of 20% (2016 - 20%). The differences are explained below:

	2017 £	2016 £
Profit on ordinary activities before tax	143,571	152,423
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2016 - 20%)	28,714	30,485
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	-	365
Capital allowances for year in excess of depreciation	-	(12,734)
Adjustments to tax charge in respect of prior periods	-	1,923
Group relief	(28,695)	(30,851)
Payment for group relief	28,695	30,851
Total tax charge for the year	28,714	20,039

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

8. Debtors

	2017 £	2016 £
Amounts owed by group undertakings	6,240	47,707
Other debtors	2	19
	6,242	47,726

Amounts owed by group undertakings are unsecured and repayable on demand. Interest is charged at 5% per annum.

Video 77 Limited

Notes to the financial statements

For the year ended 31 March 2017

9. Cash and cash equivalents

	2017	2016
	£	£
Cash at bank and in hand	31,874	112,020
	<u>31,874</u>	<u>112,020</u>

10. Creditors: Amounts falling due within one year

	2017	2016
	£	£
Trade creditors	3,750	-
Amounts owed to group undertakings	28,695	26,484
Taxation and social security	5,691	778
Accruals and deferred income	105	-
	<u>38,241</u>	<u>27,262</u>

Amounts owed to group undertakings are unsecured and repayable on demand. Interest is charged at 5% per annum.

Notes to the financial statements

For the year ended 31 March 2017

11. Share capital

	2017 £	2016 £
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100

12. Reserves

Retained earnings

Includes all current and prior period retained profit and losses.

13. Dividends

	2017 £	2016 £
Dividends paid	247,466	415,130

A dividend of £1,323.84 per share equating to a total of £132,384 was declared and paid on 4 November 2016.

A further dividend of £1,150.82 per share equating to a total of £115,082 was declared and paid on 6 February 2017.

14. Related party transactions

The company has taken advantage of the exemption in Financial Reporting Standard 102 from the requirement to disclose transactions with wholly owned group companies on the grounds that consolidated financial statements are prepared by the ultimate parent company which are publicly available.

During the year the company charged £8,500 (2016: £Nil) to Colossus Productions Limited for services relating to production activities. At the year end £Nil (2016: £26,484) was due to Colossus Productions Limited.

15. Ultimate parent undertaking and controlling party

The company's immediate and ultimate parent undertaking is Atlantic Holdings Limited, a company incorporated in the United Kingdom. Atlantic Holdings Limited is the parent undertaking of the smallest and largest group to consolidate these financial statements at 31 March 2017. Copies of its consolidated financial statements, which include the company, are publicly available from Companies House.

The company's ultimate controlling party is A D H Geffen by virtue of his shareholding in Atlantic Holdings Limited.