

Financial Statements

Queen Productions Limited

For the year ended 30 September 2014

Registered number: 1226628

FRIDAY



LD4 *L4ACOH29* #13
26/06/2015
COMPANIES HOUSE

Queen Productions Limited

Company Information

Directors	B H May R M Taylor J R Deacon
Company secretary	R W Lee
Registered number	1226628
Registered office	4 Gee's Court St Christopher's Place London W1U 1JD
Independent auditor	Grant Thornton UK LLP Chartered Accountants & Statutory Auditor 1020 Eskdale Road Winnersh Wokingham Berkshire RG41 5TS
Solicitors	Lee & Thompson 4 Gee's Court St Christopher's Place London W1U 1JD

Contents

	Page
Directors' report	1 - 2
Group strategic report	3
Independent auditor's report	4 - 5
Consolidated profit and loss account	6
Consolidated statement of total recognised gains and losses	7
Consolidated balance sheet	8
Company balance sheet	9
Consolidated cash flow statement	10
Notes to the financial statements	11 - 22

Directors' report

For the year ended 30 September 2014

The directors present their report and the consolidated financial statements for the year ended 30 September 2014.

Results

The profit for the year, after taxation, amounted to £11,505,443 (2013 - £1,912,636).

Directors

The directors who served during the year were:

B H May
R M Taylor
J R Deacon

Directors' responsibilities statement

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

Company law requires the directors to prepare consolidated financial statements for each financial year. Under that law the directors have elected to prepare the consolidated financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the consolidated financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these consolidated financial statements, the directors are required to:

- *select suitable accounting policies and then apply them consistently;*
- *make judgments and accounting estimates that are reasonable and prudent;*
- *state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;*
- *prepare the consolidated financial statements on the going concern basis unless it is inappropriate to presume that the group 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 the group and enable them to ensure that the consolidated financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Charitable contributions

Donations to charitable organisations amounted to £15,100 (2013: £2,750).

Queen Productions Limited

Directors' report

For the year ended 30 September 2014

Disclosure of information to auditor

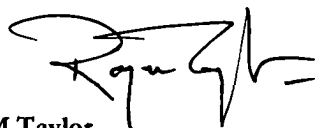
In so far as the directors are aware:

- there is no relevant audit information of which the company and the group's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the company and the group's auditor is aware of that information.

Auditor

Under section 487(2) of the Companies Act 2006, Grant Thornton UK LLP will be deemed to have been reappointed as auditor 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

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



R M Taylor
Director

Date: 4 June 2015

Group strategic report

For the year ended 30 September 2014

Results and dividends

The profit for the year, after taxation, amounted to £11,505,443 (2013 - £1,912,636).

Dividends of £4,606,750 were paid during the year (2013: £2,289,500).

Principal activities and business review

The group is principally engaged in the promotion of various services and productions of certain musicians. In assessing the performance of the group, the directors consider that success is determined in light of the level of sales of products from which the group derives its income and hence the group's key performance indicator is considered to be the level of royalty income and the level of box office income.

During the year, turnover increased by £20,159,531. The increase is mainly attributable to Queen Touring Limited. Reported turnover was £16,444,996 (2013: £809,672), an increase of £15,635,324. The significant increase in revenue generated by this entity relates to performance income earned by Queen on the tour with Adam Lambert in the year.

Queen Theatrical Production's award winning production of the show We Will Rock You ended in May 2014. Box office income decreased by £4,099,283 as a result of the shows closure part way through the year.

The directors are more than satisfied with the results for the year and do not anticipate the performance to be matched in the near future.

Principal risks and uncertainties

The group uses a variety of financial instruments including cash deposits and net trade debtors arising from its operations. The main purpose of these financial instruments is to provide working capital for the group's operations. Given the nature of the group's operations and the financial instruments in existence the company is exposed to very limited credit, liquidity or interest rate risk.

Credit risk

The principal credit risk arises from its trade debtors. In order to manage the credit risk associated with this the directors review payment plans on a regular basis.

Liquidity risk

The group seeks to manage financial risk by ensuring sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably.

Interest rate risk

The group finances its operations through cash generated from retained earnings.

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


K M Taylor
Director

Date:

4 June 2015



Independent auditor's report to the members of Queen Productions Limited

We have audited the financial statements of Queen Productions Limited for the year ended 30 September 2014, which comprise the consolidated profit and loss account, the consolidated statement of total recognised gains and losses, the consolidated and company balance sheets, the consolidated cash flow statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the group's and of the parent 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 group's and of the parent 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 group's and of the parent 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, 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 Auditing Practices Board's (APB'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 group's and of the parent company's affairs as at 30 September 2014 and of the group's 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.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Group strategic report and the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.



Independent auditor's report to the members of Queen Productions Limited

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.

A handwritten signature in black ink, appearing to read "Amrisha Shah".

Amrisha Shah FCA (Senior statutory auditor)

for and on behalf of

Grant Thornton UK LLP

Statutory Auditor

Chartered Accountants

Wokingham

Date: 25 June 2015

Consolidated profit and loss account

For the year ended 30 September 2014

	Note	2014 £	2013 £
Turnover	1,2	48,486,432	21,726,895
Cost of sales		<u>(22,422,464)</u>	<u>(14,977,510)</u>
Gross profit		26,063,968	6,749,385
Other operating charges		<u>(10,937,342)</u>	<u>(4,302,001)</u>
Other operating income		<u>35,841</u>	<u>88,632</u>
Operating profit	3	15,162,467	2,536,016
Interest receivable and similar income		<u>14,737</u>	<u>17,043</u>
Profit on ordinary activities before taxation		15,177,204	2,553,059
Tax on profit on ordinary activities	5	<u>(3,671,761)</u>	<u>(640,423)</u>
Profit for the financial year	13	<u>11,505,443</u>	<u>1,912,636</u>

All amounts relate to continuing operations.

The notes on pages 11 to 22 form part of these financial statements.

Consolidated statement of total recognised gains and losses

For the year ended 30 September 2014

	2014 £	2013 £
Profit for the financial year	11,505,443	1,912,636
Currency differences on foreign exchange	-	29
Total recognised gains and losses relating to the year	11,505,443	1,912,665

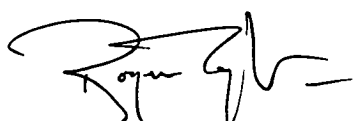
The notes on pages 11 to 22 form part of these financial statements.

Consolidated balance sheet

As at 30 September 2014

	Note	£	2014 £	£	2013 £
Fixed assets					
Tangible assets	7		-		1,957
Current assets					
Debtors	9	8,480,260		2,578,578	
Investments	10	-		39,142	
Cash at bank and in hand		11,802,028		5,373,368	
		<u>20,282,288</u>		<u>7,991,088</u>	
Creditors: amounts falling due within one year	11	<u>(9,689,795)</u>		<u>(4,299,245)</u>	
Net current assets			<u>10,592,493</u>		<u>3,691,843</u>
Net assets			<u>10,592,493</u>		<u>3,693,800</u>
Capital and reserves					
Called up share capital	12		100		100
Profit and loss account	13		<u>10,592,393</u>		<u>3,693,700</u>
Shareholders' funds	14		<u>10,592,493</u>		<u>3,693,800</u>

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



4 June 2015

R M Taylor
Director

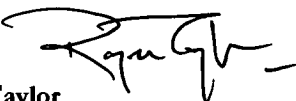
The notes on pages 11 to 22 form part of these financial statements.

Company balance sheet

As at 30 September 2014

	Note	£	2014 £	£	2013 £
Fixed assets					
Investments	8		106		106
Current assets					
Debtors	9	5,173,920		2,976,450	
Cash at bank		5,524,235		1,522,701	
		<u>10,698,155</u>		<u>4,499,151</u>	
Creditors: amounts falling due within one year	11	<u>(3,807,199)</u>		<u>(1,501,050)</u>	
Net current assets			<u>6,890,956</u>		<u>2,998,101</u>
Net assets			<u><u>6,891,062</u></u>		<u><u>2,998,207</u></u>
Capital and reserves					
Called up share capital	12		100		100
Profit and loss account	13		<u>6,890,962</u>		<u>2,998,107</u>
Shareholders' funds	14		<u><u>6,891,062</u></u>		<u><u>2,998,207</u></u>

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


R M Taylor
Director

4 June 2015

The notes on pages 11 to 22 form part of these financial statements.

Consolidated cash flow statement

For the year ended 30 September 2014

	Note	2014 £	2013 £
Net cash flow from operating activities	15	14,211,558	2,768,181
Returns on investments and servicing of finance	16	14,737	17,043
Taxation		(3,183,923)	(1,288,924)
Capital expenditure and financial investment	16	27,202	(39,142)
Equity dividends paid		(4,606,750)	(2,289,500)
Increase/(Decrease) in cash in the year		6,462,824	(832,342)

Reconciliation of net cash flow to movement in net funds/debt

For the year ended 30 September 2014

	2014 £	2013 £
Increase/(Decrease) in cash in the year	6,462,824	(832,342)
Movement in net debt in the year	6,462,824	(832,342)
Net funds at 1 October 2013	5,325,232	6,157,574
Net funds at 30 September 2014	11,788,056	5,325,232

The notes on pages 11 to 22 form part of these financial statements.

Notes to the financial statements

For the year ended 30 September 2014

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

The principal accounting policies have remained unchanged from the previous year and are set out below. The directors have reviewed the accounting policies and consider them to remain the most appropriate.

1.2 Going concern

The directors have reviewed the forecasts of the group for a period of at least 12 months from the signing of the financial statements and on this basis consider that it is appropriate to prepare the financial statements on a going concern basis.

1.3 Basis of consolidation

The financial statements consolidate the accounts of Queen Productions Limited and all of its subsidiary undertakings ('subsidiaries').

The consolidated financial statements have been prepared using the acquisition method of accounting and incorporate the financial statements of the company and all group undertakings. These are adjusted, where appropriate, to conform to group accounting policies.

As a consolidated profit and loss account is published, a separate profit and loss account for the parent company is omitted from the group financial statements by virtue of section 408 of the Companies Act 2006.

1.4 Turnover

Turnover is the total amount receivable (excluding Value Added Tax) by the group in the ordinary course of business for royalties, production, performance and concession fees.

Royalties are brought into account when they are received. Non-refundable advances on anticipated future royalties are brought into account on receipt where the company has no future obligations or, if earlier, on the delivery of the product to which advances relate.

Turnover in respect of production, performance and concession fees is recognised once individual performances have been given.

1.5 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:

Plant & machinery	- 15% - 33% Straight line
Equipment	- 50% Straight line

Notes to the financial statements

For the year ended 30 September 2014

1. Accounting policies (continued)

1.6 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

1.7 Pensions

The pension charge represents the amounts payable by the group into a defined contribution pension scheme in the year. The group no longer participates in the scheme following the closure of the London show.

1.8 Financial Instruments

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 entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

1.9 Investments

Investments are included at cost less amounts written off.

1.10 Interest

Bank interest is accounted for on a receivable basis.

1.11 Deferred expenditure

Deferred expenditure relates to recordings, film projects, theatrical projects and associated costs, which are charged to the profit and loss account in the accounting period in which the recordings or projects are made available for commercial exploitation or on the expenditure becoming commercially valueless.

Notes to the financial statements

For the year ended 30 September 2014

2. Turnover

The turnover and profit before tax are attributable to the promotion of various services and products of certain musicians. Given the nature of the company's activities any analysis of turnover between different geographical markets is impracticable to determine and would in any case be of little meaning or relevance.

3. Operating profit

The operating profit is stated after charging/ (crediting):

	2014 £	2013 £
Depreciation of tangible fixed assets:		
- owned by the group	13,897	13,787
Auditor's remuneration	36,750	35,400
Auditor's remuneration - non-audit	20,250	20,250
Difference on foreign exchange	13,010	(21,240)

During the year, total emoluments of £1,500,000 were paid to directors (2013 - £NIL).

Details of royalties and dividends payable to the directors are detailed in note 20.

Auditors fees for the company were £17,450 (2013 - £17,450)

4. Staff costs

Staff costs were as follows:

	2014 £	2013 £
Wages and salaries	4,868,730	4,942,431
Social security costs	473,084	463,380
Other pension costs	49,806	59,859
	<u>5,391,620</u>	<u>5,465,670</u>

The average monthly number of employees, including the directors, during the year was as follows:

2014	2013
NO.	NO.
<u>73</u>	<u>105</u>

Notes to the financial statements

For the year ended 30 September 2014

5. Taxation

	2014 £	2013 £
Analysis of tax charge in the year		
UK corporation tax charge on profit for the year	3,465,235	594,074
Adjustments in respect of prior periods	12,526	(18,251)
	<u>3,477,761</u>	<u>575,823</u>
Double taxation relief	(928,000)	-
	<u>2,549,761</u>	<u>575,823</u>
Foreign tax on income for the year	<u>1,122,000</u>	<u>64,600</u>
Tax on profit on ordinary activities	<u><u>3,671,761</u></u>	<u><u>640,423</u></u>

Factors affecting tax charge for the year

The tax assessed for the year is higher than (2013 - lower than) the standard rate of corporation tax in the UK of 22.0% (2013 - 23.5%). The differences are explained below:

	2014 £	2013 £
Profit on ordinary activities before tax	<u>15,177,204</u>	<u>2,553,059</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 22.0% (2013 - 23.5%)	3,338,985	599,969
Effects of:		
Expenses not deductible for tax purposes	15,933	11,267
Capital allowances for year in excess of depreciation	918	20,582
Higher rate taxes on overseas earnings	194,000	-
Adjustments to tax charge in respect of prior periods	(9,560)	10,549
Other differences leading to an (decrease)/increase in the tax charge	131,485	(1,944)
Current tax charge for the year (see note above)	<u><u>3,671,761</u></u>	<u><u>640,423</u></u>

6. Dividends

	2014 £	2013 £
Dividends paid on equity capital	<u>4,606,750</u>	<u>2,289,500</u>

Notes to the financial statements

For the year ended 30 September 2014

7. Tangible fixed assets

Group	Plant & machinery £	Equipment £	Total £
Cost			
At 1 October 2013	1,767,042	631,748	2,398,790
Additions	11,940	-	11,940
At 30 September 2014	1,778,982	631,748	2,410,730
Depreciation			
At 1 October 2013	1,765,085	631,748	2,396,833
Charge for the year	13,897	-	13,897
At 30 September 2014	1,778,982	631,748	2,410,730
Net book value			
At 30 September 2014	-	-	-
At 30 September 2013	1,957	-	1,957

Company	Plant & machinery £
Cost	
At 1 October 2013	1,762,931
Additions	11,940
At 30 September 2014	1,774,871
Depreciation	
At 1 October 2013	1,762,931
Charge for the year	11,940
At 30 September 2014	1,774,871
Net book value	
At 30 September 2014	-
At 30 September 2013	-

Notes to the financial statements

For the year ended 30 September 2014

8. Fixed asset investments

Company	Investments in subsidiary companies £
Cost or valuation	
At 1 October 2013 and 30 September 2014	100
Net book value	
At 30 September 2014	106
At 30 September 2013	106

At 30 September 2014 the company owned 100% of the issued ordinary share capital of the companies listed below:

Queen Touring Limited
Raincloud Productions Limited
We Will Rock You Limited
We Will Rock You (Overseas) Limited
Queen Theatrical Productions Limited
Queen Films Limited
Queen Online Limited
We Will Rock You Films Limited
Queen Extravaganza, Inc
We Will Rock You (US) Limited

All of the above companies are registered in England & Wales except for Queen Extravaganza, Inc, which is registered in the United States of America.

Queen Touring Limited is involved in the production of concert tours. Queen Extravaganza, Inc is involved in the promotion of concert tours. Raincloud Productions Limited is involved in the promotion of non-UK compositions of certain musicians. We Will Rock You Limited is involved in the licensing of musicals and We Will Rock You (Overseas) Limited is involved in the hiring of theatrical equipment. Queen Theatrical Productions Limited is involved in the production of musicals. Queen Films Limited is involved in licencing in connection with film production. Queen Online Limited, We Will Rock You Films Limited and We Will Rock You (US) Limited are dormant.

All of the above companies are included in the consolidated financial statements.

Notes to the financial statements

For the year ended 30 September 2014

9. Debtors

	<u>Group</u>		<u>Company</u>	
	2014	2013	2014	2013
	£	£	£	£
Trade debtors	1,911,305	1,653,963	1,008,472	1,119,860
Amounts owed by group undertakings	-	-	3,304,084	1,083,393
Amounts owed by related parties	530,755	17,274	9,608	(1,177)
Other debtors	3,622,581	322,237	443,298	290,821
Called up share capital not paid	3	3	-	-
Prepayments and accrued income	73,313	86,282	52,665	87,979
Tax recoverable	2,342,303	498,819	355,793	395,574
	<u>8,480,260</u>	<u>2,578,578</u>	<u>5,173,920</u>	<u>2,976,450</u>

10. Current asset investments

	<u>Group</u>		<u>Company</u>	
	2014	2013	2014	2013
	£	£	£	£
Unlisted investments	-	39,142	-	-
	<u>-</u>	<u>39,142</u>	<u>-</u>	<u>-</u>

11. Creditors:

Amounts falling due within one year

	<u>Group</u>		<u>Company</u>	
	2014	2013	2014	2013
	£	£	£	£
Bank overdrafts	13,972	48,136	-	4,947
Trade creditors	448,671	325,249	180,997	157,340
Amounts owed to group undertakings	-	-	296,696	295,603
Amounts owed to related parties	1,160,759	423,721	954,767	372,239
Corporation tax	2,331,322	-	1,314,742	-
Other taxation and social security	163,622	418,143	4,148	-
Directors' loan accounts	25,942	19,636	25,942	19,636
Other creditors	3,543,221	1,282,720	103,057	44,413
Accruals and deferred income	2,002,286	1,781,640	926,850	606,872
	<u>9,689,795</u>	<u>4,299,245</u>	<u>3,807,199</u>	<u>1,501,050</u>

Notes to the financial statements

For the year ended 30 September 2014

12. Share capital

	2014 £	2013 £
Allotted, called up and fully paid		
25 A ordinary shares of £1 each	25	25
25 B ordinary shares of £1 each	25	25
25 C ordinary shares of £1 each	25	25
25 D ordinary shares of £1 each	25	25
	<hr/>	<hr/>
	100	100
	<hr/>	<hr/>

The different classes of shares carry equal rights except that the holders can receive dividends at differing rates with the unanimous agreement of all shareholders.

13. Reserves

Group	Profit and loss account £
At 1 October 2013	3,693,700
Profit for the financial year	11,505,443
Dividends: Equity capital (Note 6)	(4,606,750)
	<hr/>
At 30 September 2014	10,592,393
	<hr/>
Company	Profit and loss account £
At 1 October 2013	2,998,107
Profit for the financial year	8,499,605
Dividends: Equity capital (Note 6)	(4,606,750)
	<hr/>
At 30 September 2014	6,890,962
	<hr/>

Notes to the financial statements

For the year ended 30 September 2014

14. Reconciliation of movement in shareholders' funds

	2014	2013
Group	£	£
Opening shareholders' funds	3,693,800	4,070,635
Profit for the financial year	11,505,443	1,912,636
Dividends (Note 6)	(4,606,750)	(2,289,500)
Other recognised gains and losses during the year	-	29
Closing shareholders' funds	<u>10,592,493</u>	<u>3,693,800</u>

	2014	2013
Company	£	£
Opening shareholders' funds	2,998,207	2,491,779
Profit for the financial year	8,499,605	2,795,928
Dividends (Note 6)	(4,606,750)	(2,289,500)
Closing shareholders' funds	<u>6,891,062</u>	<u>2,998,207</u>

The company has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own Profit and loss account.

The profit for the year dealt with in the accounts of the company was £8,499,605 (2013 - £2,795,928).

15. Net cash flow from operating activities

	2014	2013
	£	£
Operating profit	15,162,467	2,536,016
Depreciation of tangible fixed assets	13,897	11,684
(Increase)/decrease in debtors	(4,058,198)	2,358,111
Increase/(decrease) in creditors	3,093,392	(2,137,659)
Unrealised foreign exchange movement	-	29
Net cash inflow from operating activities	<u>14,211,558</u>	<u>2,768,181</u>

16. Analysis of cash flows for headings netted in cash flow statement

	2014	2013
	£	£
Returns on investments and servicing of finance		
Interest received	<u>14,737</u>	<u>17,043</u>

Notes to the financial statements

For the year ended 30 September 2014

16. Analysis of cash flows for headings netted in cash flow statement (continued)

	2014 £	2013 £
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(11,940)	-
Purchase of short term unlisted investments	-	(39,142)
Sale of short term unlisted investments	39,142	-
Net cash inflow/(outflow) from capital expenditure	27,202	(39,142)

17. Analysis of changes in net funds

	1 October 2013 £	Cash flow £	Other non-cash changes £	30 September 2014 £
Cash at bank and in hand	5,513,568	6,428,660	-	11,802,028
Bank overdraft	(48,136)	34,164	-	(13,972)
Net funds	5,325,232	6,462,824	-	11,788,056

18. Contingent liabilities

In the previous year, there was a contingent liability of £150,000 in the form of a financial guarantee by a subsidiary undertaking to the company's bank Coutts & Co which in turn guaranteed an amount of £150,000 in favour of The London Theatre Council. The guarantee lapsed in the year and therefore no contingent liability exists at the year end.

There were no other contingent liabilities at 30 September 2014 or 30 September 2013.

19. Pension commitments

The group paid into union-operated pension schemes on behalf of a number of former employees, the pension charge represents the amounts payable by the group to these funds in respect of the year. There were outstanding contributions of £nil (2013: £29,845) included within accruals at the year end. The group no longer participates in the scheme following the closure of the London show.

Notes to the financial statements

For the year ended 30 September 2014

20. Related party transactions

The company has taken advantage of the exemption as provided by Financial Reporting Standard No. 8 'Related Party Disclosure' not to disclose transactions with fellow wholly owned group companies included within the group financial statements.

The company

Details of transactions and balances with related undertakings during and at the end of the year are shown below. These related undertakings are related by virtue of common directorship and shareholdings

	Sales to / (Purchases from) 2014 £	Balance due from / (to) 2014 £	Sales to / (Purchases from) 2013 £	Balance due from / (to) 2013 £
Goldfinch Productions Limited	(1,455,957)	(285,433)	(474,306)	(91,453)
Duck Productions Limited	(1,815,251)	(334,559)	(772,409)	(161,795)
Nightjar Productions Limited	(1,784,491)	(324,803)	(743,031)	(120,168)
Queen Music Limited	-	-	9,303	-
London Stereoscopic Company Limited	1,239	(364)	1,750	-
Total	(5,054,460)	(945,159)	(1,978,693)	(373,416)

The group

Details of transactions and balances with related undertakings during and at the end of the year shown below. These related undertakings are related by virtue of common directorship and shareholdings.

	Sales to / (Purchases from) 2014 £	Balance due from / (to) 2014 £	Sales to / (Purchases from) 2013 £	Balance due from / (to) 2013 £
Goldfinch Productions Limited	(1,603,077)	(411,333)	(492,356)	(91,453)
Duck Productions Limited	(1,897,140)	(361,280)	(854,883)	(170,778)
Nightjar Productions Limited	(1,868,386)	(345,937)	(836,115)	(135,064)
Queen Music Limited	1,036,594	488,182	2,351,634	(9,152)
London Stereoscopic Company Limited	1,239	364	1,750	-
	(4,330,770)	(630,004)	170,030	(406,447)

During the year, royalties of £107,525 (2013: £8,638) were payable by the company to each of the directors. Additional charges of £19,000 were payable to B May (2013: £34,101) in respect of services rendered.

During the year, dividends of £1,170,000 (2013: £703,500) were paid to B May, dividends of £1,146,500 (2013: £644,000) were paid to R Taylor and dividends of £1,295,400 (2013: £701,000) were paid to J Deacon.

Notes to the financial statements

For the year ended 30 September 2014

The following loan balances were owed to the directors at the year-end in respect of the company:

	2014	2013
	£	£
B H May	10,214	4,480
R M Taylor	7,970	6,719
J R Deacon	7,758	8,438
Total	<u>25,942</u>	<u>19,637</u>

The following loan balances were owed to the directors at the year-end in respect of the group:

	2014	2013
	£	£
B H May	10,214	4,480
R M Taylor	7,970	6,719
J R Deacon	7,758	8,438
Total	<u>25,942</u>	<u>19,637</u>