

Virgin Media Business Limited (Formerly Imminus Limited)

Financial Statements

31 December 2010



Virgin Media Business Limited (Formerly Imminus Limited)

Financial Statements

Year ended 31 December 2010

Contents	Pages
Company information	1
The directors' report	2 to 4
Statement of directors' responsibilities	5
Independent auditor's report to the member	6 to 7
Profit and loss account	8
Balance sheet	9
Notes to the financial statements	10 to 17

Virgin Media Business Limited (Formerly Imminus Limited)

Company Information

The board of directors

R C Gale
R M Mackenzie

Company secretary

G E James

Registered office

Bartley Wood Business Park
Hook
Hampshire
RG27 9UP

Auditor

Ernst & Young LLP
1 More London Place
London
SE1 2AF

Virgin Media Business Limited (Formerly Imminus Limited)

The Directors' Report

Year ended 31 December 2010

The directors present their report and the financial statements of the company for the year ended 31 December 2010

Principal activities and business review

The principal activity of the company during the year was, and will continue to be, the marketing and sale of data telecommunication services and systems

The company changed its name to Virgin Media Business Limited from Imminus Limited on 11 February 2010

The company is a wholly owned subsidiary undertaking of Virgin Media Inc. The Virgin Media group is a leading provider of entertainment and communications services in the UK, offering "quad play" television, broadband internet, fixed line telephony and mobile telephony services

As at 31 December 2010, the Virgin Media group provided services to approximately 4.8 million residential cable customers on its network. The group is also one of the UK's largest mobile virtual network operators by number of customers and at 31 December 2010 provided mobile telephone services to approximately 1.9 million prepaid mobile customers and approximately 1.2 million contract mobile customers over third party networks. As of 31 December 2010, approximately 63.0% of residential customers on the group's cable network were "triple play" customers, receiving broadband internet, television and fixed line telephone services from the group and approximately 11.8% were "quad play" customers, also receiving the group's mobile telephone services.

The Virgin Media group believes that its advanced, deep fibre access network enables it to offer faster and higher quality broadband services than its digital subscriber line, or DSL, competitors. As a result it provides its customers with a leading next generation broadband service and one of the most advanced television on-demand services available in the UK market.

Through Virgin Media Business (formerly ntl Telewest Business), the Virgin Media group provides a complete portfolio of voice, data and internet solutions to businesses, public sector organisations and service providers in the UK. During 2010 the Virgin Media group also had an interest in the UKTV television channels through its joint ventures with BBC Worldwide. On 15 August 2011 the Virgin Media group announced it had reached agreement to sell its stake in UKTV.

The Virgin Media group sold its television channel business known as Virgin Media TV on 12 July 2010.

Virgin Media Business Limited (Formerly Imminus Limited)

The Directors' Report *(continued)*

Year ended 31 December 2010

Key performance indicators (KPI's)

The company's key financial indicators for the year are considered below. There are no other key performance indicators used for the company by management, other than the main headings as shown in the company's Profit and Loss Account and Balance Sheet.

	2010	2009	Comments
Turnover (£000)	116,278	104,900	Turnover has increased by 10.8% due to a rise in data revenues principally related to an increase in managed internet, managed virtual private network and national ethernet revenues.
Gross profit margin (%)	76.4	77.0	Gross margin has slightly reduced from 2009 due to changes in the product mix.
Administrative expenses (£000)	59,551	47,454	Administrative expenses have increased by 25.5% during 2010 mainly due to a release of provision against amounts due from group undertakings of £202,000 in 2010 compared to a release of £2,926,000 in 2009, an increase in depreciation charged in 2010 to £3,300,000 from £1,584,000 in 2009, increased marketing, employee and outsourcing costs and higher asset usage charges allocated to the company by fellow group undertakings.

The company reported a decrease in net current assets and an increase in net assets for the year ended 31 December 2010 as a result of normal operations, together with a reclassification of certain inter-company balances. During the year, no new external finance was arranged and there was no movement in the called up equity share capital of the company. Operations were financed through the company's inter-company balances with fellow group undertakings.

Future outlook

During February 2010 ntl Telewest Business, of which the company is a part, announced that it would rebrand to Virgin Media Business. Subsequent to the rebrand Virgin Media Business has sought to strengthen its market position as a comprehensive provider of data, voice and internet solutions to leading corporate and public sector organisations in the UK, focussing on key data products that efficiently utilise the strength of the Virgin Media network including high capacity and managed data services, ethernet point-to-point products and VPN solutions.

During 2010 the group has driven end-to-end operational efficiency and high quality customer service which has been instrumental in securing several major contracts. In addition, on 5 September 2011 the group announced a groundbreaking mobile backhaul deal serving three of the UK's largest mobile network operators. The group continues to invest in product capability that will enable sustainable growth and has focussed on security enhancement projects during 2011 which will ensure that Virgin Media Business meets the requirements of the business' corporate and public sector customers. In addition, the group is in the process of developing its Cloud product.

The Virgin Media group is also in the process of rolling out the country's fastest widely available residential broadband service, 100mb, which is expected to be available right across its network by the middle of 2012. In addition, the Virgin Media group has successfully completed a comprehensive Metro Wi-fi trial in Ashford, Kent, demonstrating its capabilities in exploiting its growing cable network for the provision of internet connectivity out of the home and office.

Virgin Media Business Limited (Formerly Imminus Limited)

The Directors' Report *(continued)*

Year ended 31 December 2010

Results and dividends

The profit for the financial year amounted to £28,084,000 (2009 - profit of £32,670,000) The directors have not recommended an ordinary dividend (2009 - £nil)

Principal risks and uncertainties

Financial and operational risk management is undertaken as part of the Virgin Media group operations as a whole. The company's operations expose it to a variety of operational and financial risks. These are considered in more detail in the financial statements of Virgin Media Inc which are available from the company secretary at Virgin Media, Bartley Wood Business Park, Hook, Hampshire, RG27 9UP

Directors

The directors who served the company during the year were as follows

R C Gale	(Appointed 30 April 2010)
R M Mackenzie	(Appointed 30 April 2010)
Virgin Media Secretaries Limited	(Resigned 30 April 2010)
Virgin Media Directors Limited	(Resigned 30 April 2010)

Virgin Media Inc has indemnified the directors of the company against liability in respect of proceedings brought by third parties, subject to the conditions set out in the Companies Act 2006. Such qualifying third party indemnity provision is in force as at the date of approving the directors' report.

Going concern

After making enquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing these financial statements.

Disclosure of information to the auditor

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information, being information needed by the auditor in connection with preparing its report, of which the auditor is unaware. Having made enquiries of fellow directors and the company's auditor, each director has taken all the steps that he is obliged to take as a director in order to make himself aware of any relevant audit information and to establish that the auditor is aware of that information.

Signed on behalf of the directors



R C Gale
Director

Approved by the directors on 14 September 2011

Virgin Media Business Limited (Formerly Imminus Limited)

Statement of Directors' Responsibilities

Year ended 31 December 2010

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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and 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 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.

Virgin Media Business Limited (Formerly Imminus Limited)

Independent Auditor's Report to the Member of Virgin Media Business Limited (formerly Imminus Limited)

Year ended 31 December 2010

We have audited the financial statements of Virgin Media Business Limited (formerly Imminus Limited) for the year ended 31 December 2010 which comprise the Profit and Loss Account, Balance Sheet and the related notes 1 to 15. 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 company's member, 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 member 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 member, 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 set out on page 5, 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 Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report and financial statements to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 December 2010 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.

Opinion on other matters prescribed by the Companies Act 2006

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

Virgin Media Business Limited (Formerly Imminus Limited)

Independent Auditor's Report to the Member of Virgin Media Business Limited (formerly Imminus Limited) *(continued)*

Year ended 31 December 2010

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

Ernst & Young LLP

J I Gordon (Senior Statutory Auditor)
for and on behalf of Ernst & Young LLP, Statutory Auditor
London

14 September 2011

Virgin Media Business Limited (Formerly Imminus Limited)

Profit and Loss Account

Year ended 31 December 2010

	Note	2010 £000	2009 £000
Turnover		116,278	104,900
Cost of sales		(27,447)	(24,162)
Gross profit		88,831	80,738
Administrative expenses		(59,551)	(47,454)
Operating profit	2	29,280	33,284
Attributable to			
Operating profit before exceptional items		29,078	30,358
Exceptional items	2	202	2,926
		29,280	33,284
Interest payable and similar charges	4	(1,196)	(614)
Profit on ordinary activities before taxation		28,084	32,670
Taxation on profit on ordinary activities	5	—	—
Profit for the financial year		28,084	32,670

The company has no other gains or losses and therefore no separate statement of total recognised gains or losses is presented

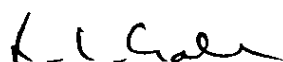
All results relate to continuing operations

The notes on pages 10 to 17 form part of these financial statements.

Virgin Media Business Limited (Formerly Imminus Limited)**Balance Sheet****31 December 2010**

	Note	2010 £000	2009 £000
Fixed assets			
Tangible assets	6	25,927	15,341
Investments	7	–	–
		<u>25,927</u>	<u>15,341</u>
Current assets			
Debtors due within one year	8	159,228	104,900
Debtors due after one year	8	–	36,247
		<u>159,228</u>	<u>141,147</u>
Creditors: Amounts falling due within one year	9	<u>(19,540)</u>	<u>(616)</u>
Net current assets		139,688	140,531
Total assets less current liabilities		<u>165,615</u>	<u>155,872</u>
Creditors: Amounts falling due after more than one year	10	<u>–</u>	<u>(18,341)</u>
Net assets		<u>165,615</u>	<u>137,531</u>
Capital and reserves			
Called-up equity share capital	13	1	1
Profit and loss account	14	165,614	137,530
Total shareholder's funds	14	<u>165,615</u>	<u>137,531</u>

These financial statements were approved by the directors on 14 September 2011 and are signed on their behalf by



R C Gale
Director

The notes on pages 10 to 17 form part of these financial statements.

Virgin Media Business Limited (Formerly Imminus Limited)

Notes to the Financial Statements

Year ended 31 December 2010

1. Accounting policies

A summary of the principal accounting policies is set out below. All accounting policies have been applied consistently, unless noted below.

Basis of accounting

The financial statements have been prepared under the historical cost convention in accordance with the Companies Act 2006, and applicable UK accounting standards.

Group accounts

The company has taken advantage of the exemption from preparing group accounts afforded by Section 400 of the Companies Act 2006 because it is a wholly owned subsidiary of another company incorporated in the United Kingdom which prepares group accounts (see note 15). These financial statements therefore present information about the company as an individual undertaking and not about its group.

Investments

Investments are recorded at cost, less any provision for impairment. The company assesses at each reporting date whether there is an indication that an investment may be impaired. If any such indication exists, the company makes an estimate of the asset's recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. A previously recognised impairment loss is reversed only if there was an event not foreseen in the original impairment calculations, such as a change in use of the assets or a change in economic conditions. The reversal of impairment loss would be to the extent of the lower of the recoverable amount and the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years.

Cash flow statement

The company is exempt from publishing a cash flow statement as permitted by FRS 1 "Cash flow statements (revised 1996)", as it is a wholly owned subsidiary of its ultimate parent company, Virgin Media Inc.

Turnover

Turnover represents the value of services provided, stated net of value added tax, and is attributable to continuing activities, being the sale of data telecommunications services and systems, all of which is derived from operations in the United Kingdom. The directors consider this to be a single class of business.

Tangible fixed assets

Depreciation is provided on all tangible fixed assets, other than land, so as to write off the cost of a tangible fixed asset, less its estimated residual value, on a straight line basis over the expected useful economic life of that asset as follows:

Freehold property	30 years
Other	3 - 12 years

The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

Virgin Media Business Limited (Formerly Imminus Limited)

Notes to the Financial Statements

Year ended 31 December 2010

1. Accounting policies (*continued*)

Deferred taxation

Deferred tax is recognised, as appropriate, in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions

- provision is made for deferred tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold, and

- deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

Trade and other debtors

Trade and other debtors are stated at their recoverable amount. Provision is made when the amount receivable is not considered recoverable and the full amount is written off when the probability for recovery of a balance is assessed as being remote

2 Operating profit

Operating profit is stated after charging/(crediting)

	2010	2009
	£000	£000
Depreciation of owned fixed assets	3,300	1,584
Release of provision against amounts owed by group undertakings	(202)	(2,926)

Virgin Media Business Limited (Formerly Imminus Limited)

Notes to the Financial Statements

Year ended 31 December 2010

2 Operating profit *(continued)*

The group's inter-company funding arrangements are managed centrally. Recoverability of inter-company receivables is assessed annually. The provision for non-recoverability may decrease or increase as a result of that review. The impairment review of inter-company indebtedness as at 31 December 2010 concluded that a release of the provision against amounts due from group undertakings totalling £202,000 should be made (2009 - release of £2,926,000).

Auditor's remuneration of £9,000 (2009 - £7,000) represents costs allocated to the company by fellow group undertakings that pay all auditor's remuneration on behalf of the Virgin Media group.

The company had corporate directors until 30 April 2010, which received no remuneration. On 30 April 2010 new directors were appointed. The directors received remuneration for the year of £9,989 in relation to qualifying services as directors of this company, all of which was paid by Virgin Media Limited.

Certain expenses are specifically attributable to the company. Where costs are incurred by other group companies on behalf of the company, expenses are allocated to the company on a basis that, in the opinion of the directors, is reasonable.

3. Staff costs

The company does not have any directly employed staff but is charged an allocation of staff costs by the Virgin Media group. Details of staff numbers and staff costs of the group are disclosed in the group accounts of Virgin Media Finance PLC.

4. Interest payable and similar charges

	2010	2009
	£000	£000
Interest on loans advanced by group undertakings	<u>1,196</u>	<u>614</u>

5. Taxation on profit on ordinary activities

(a) Analysis of charge in the year

The tax charge is made up as follows

	2010	2009
	£000	£000
Current tax charge:		
Current tax on profit for the year	-	-
Deferred tax:		
Origination and reversal of timing differences	-	-
	<u>-</u>	<u>-</u>
Total tax charge on profit on ordinary activities	<u>-</u>	<u>-</u>

Virgin Media Business Limited (Formerly Imminus Limited)

Notes to the Financial Statements

Year ended 31 December 2010

5. Taxation on profit on ordinary activities *(continued)*

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 28% (2009 - 28%)

The difference between the effective statutory rate and the actual current tax charge is reconciled as follows

	2010 £000	2009 £000
Profit on ordinary activities before taxation	<u>28,084</u>	<u>32,670</u>
Profit on ordinary activities multiplied by rate of tax	7,864	9,148
Net income not taxable	(22)	(797)
Depreciation in excess of capital allowances	933	470
Group relief claimed without payment	<u>(8,775)</u>	<u>(8,821)</u>
Total current tax (note 5(a))	<u>-</u>	<u>-</u>

(c) Factors that may affect future tax charges

Deferred tax assets in respect of the following amounts have not been recognised as there is currently no persuasive evidence that there will be suitable taxable profits against which these timing differences will reverse

	2010 £000	2009 £000
Depreciation in excess of capital allowances	<u>3,434</u>	<u>4,323</u>

(d) Change in tax rate

As at 31 December 2010 the enacted UK corporation tax rate scheduled to take effect in April 2011 was 27%. A rate reduction to 26% was enacted under the Provisional Collection of Taxes Act in March 2011 with effect from 1 April 2011, and further rate reductions were announced, to be introduced in annual decrements to reduce the rate to 23%. In addition, on 22 June 2010 the government announced changes to the capital allowances regime, including a reduction in the rate of capital allowances on plant and machinery additions from 20% to 18% with effect from 1 April 2012. These rate changes will affect the amount of future tax payments to be made by the company. The unprovided deferred tax assets have been calculated using the enacted rates as at 31 December 2010.

Virgin Media Business Limited (Formerly Imminus Limited)

Notes to the Financial Statements

Year ended 31 December 2010

6 Tangible fixed assets

	Freehold property £000	Other £000	Total £000
Cost			
At 1 January 2010	1,455	36,819	38,274
Additions	–	13,886	13,886
Disposals	–	(10,951)	(10,951)
At 31 December 2010	1,455	39,754	41,209
Depreciation			
At 1 January 2010	1,066	21,867	22,933
Charge for the year	12	3,288	3,300
On disposals	–	(10,951)	(10,951)
At 31 December 2010	1,078	14,204	15,282
Net book value			
At 31 December 2010	377	25,550	25,927
At 31 December 2009	389	14,952	15,341

7. Investments

	Investments £000
Cost	
At 1 January 2010 and 31 December 2010	2
Amounts written off	
At 1 January 2010 and 31 December 2010	2
Net book value	
At 31 December 2010 and 31 December 2009	-

All of the material investments in which the company holds at least 20% of the nominal value of any class of share capital, all of which are unlisted, are dormant

The company has taken advantage of the exemption under Section 400 of the Companies Act 2006 not to disclose the aggregate amount of capital and reserves and the result for the year for each of the subsidiary undertakings on the basis that their results are included in the group accounts of Virgin Media Finance PLC (see note 15)

The company has taken advantage of Section 405(2) of the Companies Act 2006 and disclosed only those investments whose results or financial position materially affected the figures shown in the company's annual financial statements

Virgin Media Business Limited (Formerly Imminus Limited)

Notes to the Financial Statements

Year ended 31 December 2010

8. Debtors

	2010 £000	2009 £000
Amounts owed by group undertakings	<u>159,228</u>	<u>141,147</u>

The debtors above include the following amounts falling due after more than one year

	2010 £000	2009 £000
Amounts owed by group undertakings	<u>–</u>	<u>36,247</u>

Amounts owed by group undertakings are -

	2010 £000	2009 £000
Loans advanced to group undertakings	19,300	19,300
Other amounts owed by group undertakings	140,005	122,126
Impairment provision	(77)	(279)
	<u>159,228</u>	<u>141,147</u>

Amounts owed by group undertakings are unsecured and interest free

9. Creditors: Amounts falling due within one year

	2010 £000	2009 £000
Amounts owed to group undertakings	<u>19,540</u>	<u>616</u>

The analysis of amounts owed to group undertakings is

	2010 £000	2009 £000
Loans advanced by group undertakings	18,341	–
Interest on loans advanced by group undertakings	1,196	614
Other amounts owed to group undertakings	3	2
	<u>19,540</u>	<u>616</u>

Loans advanced by group undertakings are unsecured. Technically these amounts are repayable on demand as they do not include an unconditional right to defer payment, so have been included in creditors falling due within one year in 2010. The directors are of the opinion that, in the ordinary course of business, repayment within such a timescale would not be required. The rate of interest on the amounts payable ranged from 0.00% to 6.64% (2009 - 0.00% to 3.41%).

All other amounts owed to group undertakings are unsecured, interest free and repayable on demand.

Virgin Media Business Limited (Formerly Imminus Limited)

Notes to the Financial Statements

Year ended 31 December 2010

10. Creditors: Amounts falling due after more than one year

	2010 £000	2009 £000
Amounts owed to group undertakings	—	18,341
Amounts owed to group undertakings are -		
Loans advanced by group undertakings	—	18,341

Loans advanced by group undertakings have been included in creditors falling due within one year in 2010 (see note 9)

11. Contingent liabilities

The company, along with fellow group undertakings, is party to a senior secured credit facility with a syndicate of banks. As at 31 December 2010 this comprised a term facility of £1,675 million and a revolving facility of £250 million. Borrowings under the facility are secured against the assets of certain members of the group including those of the company.

In addition, a fellow group undertaking has issued senior secured notes which, subject to certain exceptions, share the same guarantees and security which have been granted in favour of the senior credit facility. The amount outstanding under the senior secured notes at 31 December 2010 amounted to approximately £1,495 million (2009 - £nil). Borrowings under the notes are secured against the assets of certain members of the group including those of the company.

On 3 March 2011 Virgin Media Secured Finance PLC, a fellow group undertaking, issued £957 million equivalent aggregate principal amount of senior secured notes due in 2021. The notes are split into a \$500 million US dollar denominated tranche and a £650 million sterling denominated tranche. The notes will rank pari passu with Virgin Media's senior secured credit facility and its existing senior secured notes due in 2018 and, subject to certain exceptions, share in the same guarantees and security granted in favour of its senior secured credit facility and its existing senior secured notes due in 2018. The net proceeds from the issuance of the senior secured notes were in part used to repay £900 million of the group's obligations under its senior secured credit facility.

On 20 May 2011, the senior secured credit facility was amended to reduce the margins payable, reduce the outstanding loan balance by £25 million and increase the revolving credit facility from £250 million to £450 million.

The company has joint and several liabilities under a group VAT registration.

12. Related party transactions

In accordance with the exemptions offered by FRS 8 "Related Party disclosures" there is no disclosure in these financial statements of transactions with entities that are part of Virgin Media Inc, and its subsidiaries (see note 15).

Virgin Media Business Limited (Formerly Imminus Limited)

Notes to the Financial Statements

Year ended 31 December 2010

13. Share capital

Authorised share capital:

	2010 £000	2009 £000
1,000 Ordinary shares of £1 each	<u>1</u>	<u>1</u>

Allotted, called up and fully paid:

	2010 No 1,000	£000 1	2009 No 1,000	£000 1
Ordinary shares of £1 each	<u>1,000</u>	<u>1</u>	<u>1,000</u>	<u>1</u>

14. Reconciliation of shareholder's funds and movement on reserves

	Share capital £000	Profit and loss account £000	Total share- holder's funds £000
At 1 January 2009	1	104,860	104,861
Profit for the year	—	32,670	32,670
At 31 December 2009 and 1 January 2010	<u>1</u>	<u>137,530</u>	<u>137,531</u>
Profit for the year	—	28,084	28,084
At 31 December 2010	<u>1</u>	<u>165,614</u>	<u>165,615</u>

15. Parent undertaking and controlling party

The company's immediate parent undertaking is Filegale Limited

The smallest and largest groups of which the company is a member and into which the company's accounts are consolidated are Virgin Media Finance PLC and Virgin Media Inc , respectively

The company's ultimate parent undertaking and controlling party at 31 December 2010 was Virgin Media Inc , a company incorporated in the state of Delaware, United States of America

Copies of all sets of group accounts which include the results of the company are available from the company secretary, Virgin Media, Bartley Wood Business Park, Hook, Hampshire, RG27 9UP