

Virgin Media Business Limited (Formerly Imminus Limited)
Financial Statements
31 December 2009

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Virgin Media Business Limited (Formerly Imminus Limited)

Financial Statements

Year ended 31 December 2009

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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

160 Great Portland Street
London
W1W 5QA

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 2009

The directors present their report and the financial statements of the company for the year ended 31 December 2009

Principal activities and business review

The principal activity of the company is, 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 2009, 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 2009 provided mobile telephone services to approximately 2.2 million prepaid mobile customers and approximately 950,000 contract mobile customers over third party networks. As of 31 December 2009, approximately 60.5% 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 10.7% 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 TV on-demand services available in the UK market.

Through Virgin Media Business, the Virgin Media group provides a complete portfolio of voice, data and internet solutions to leading businesses, public sector organisations and service providers in the UK.

During the year the Virgin Media group also provided a broad range of television programming through Virgin Media Television (VMTv), which operated wholly owned television channels, such as Virgin1, Living and Bravo. The Virgin Media group sold its VMTv operations on 12 July 2010.

The Virgin Media group continues to provide television programming through UKTV, its joint ventures with BBC Worldwide.

Virgin Media Business Limited (Formerly Imminus Limited)

The Directors' Report *(continued)*

Year ended 31 December 2009

Principal activities and business review *(continued)*

The company's operations are largely integrated within the operations of the Virgin Media group and as such, detailed Key Performance Indicators are not generally monitored at an entity level. However the performance of the group to which the company belongs is monitored and its Key Performance Indicators are available in the group accounts of Virgin Media Finance PLC.

Turnover has increased by 45.4% to £104,900,000 for the year ended 31 December 2009 from £72,158,000 in 2008, due to a rise in data revenues, principally relating to the company's market leading Ethernet services.

Gross profit margin remained broadly consistent at 77.0% for the year ended 31 December 2009, compared to 77.2% in 2008.

Administrative expenses, excluding exceptional items, have increased by 24.4% in 2009 over 2008, mainly due to an increase in facilities costs and use of assets charges allocated to the company by the Virgin Media group as a result of the increased trading activity and an increase in the depreciation charge.

A review of the recoverability of inter-company receivables resulted in a release of provision against inter-company debt of £2,926,000 compared to an increase of £3,194,000 in 2008.

Operating profit has increased from £22,769,000 in 2008 to £33,284,000 in 2009 predominantly due to the reasons stated above.

The company reported a decrease in net current assets and an increase in net assets for the year ending 31 December 2009 as a result of normal operations and the restructure of inter-company debt. During this year, no 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 own working capital and inter-company balances with fellow group undertakings.

Future developments

The company's activities fall within the Business segment of the Virgin Media group. During February 2010 the Virgin Media group announced that it would rebrand its Business segment using the Virgin trade marks from ntl Telewest Business to "Virgin Media Business", creating the largest business-to-business Virgin brand in the world. As a major player in the UK telecoms market, Virgin Media Business is committed to continue providing a complete portfolio of voice, data and internet solutions to leading businesses, public sector organizations and service providers in the UK.

During 2010 Virgin Media Business will launch a High Capacity Services (HCS) portfolio that will leverage the Virgin Media group's deep fibre access network footprint. There will be three HCS product variants: Dedicated High Capacity Services, National High Capacity Services and Optical Backhaul, the latter is only available for Wholesale Markets customers. Each of these services enable geographically dispersed sites to be connected at bandwidths of 1Gbit/s up to 10Gbit/s and are fully managed point-to-point solutions available nationally.

Virgin Media Business will make significant investments in network security and operational process improvement to ensure that it complies with the 'Public Sector Network' shared services initiatives. Virgin Media Business will also offer fibre-based Ethernet services to help mobile operators address the increase in backhaul bandwidth required to provide mobile broadband services.

Results and dividends

The profit for the financial year amounted to £32,670,000 (2008 - profit of £21,308,000). The directors have not recommended an ordinary dividend (2008 - £nil).

Virgin Media Business Limited (Formerly Imminus Limited)

The Directors' Report (*continued*)

Year ended 31 December 2009

Financial risk management

The company's operations expose it to a variety of financial risks that include liquidity, interest rate and credit risks.

Liquidity risk

The Virgin Media group manages its financial risk via secure, long-dated and cost-effective funding for the group's operations in order to minimise the adverse effects of fluctuations in the financial markets on the value of its financial assets and liabilities, profitability and cash flows

The Virgin Media group's external debt is used to satisfy the funding requirements of group undertakings via inter-company loans on terms, including the repayment date and interest rate, which generally match those of the external debt. In addition, working capital is managed centrally within the Virgin Media group creating further inter-company trading balances, on terms which are generally interest free

Interest rate risk

The group's policy is to manage its interest cost using a mix of fixed and variable rate financial instruments and to hedge all or part of the exposure to increased interest rates. The group's policy is not to hedge against interest rate risk in respect of inter-company debt. However, the company may reduce all or part of the risk by loaning funds to other group undertakings and charging interest at the same rate as the original borrowing

The company's financial instruments mainly comprise interest bearing inter-company debt and as a result it is subject to the risk that interest rates will be increased

Credit risk

Credit risk is the risk that one party to a transaction will cause a financial loss for the other party by failing to discharge an obligation. The company's policies are aimed at minimising such losses, by generally requiring that customers satisfy credit worthiness criteria.

The group's inter-company funding arrangements are managed centrally. Recoverability of inter-company receivables is assessed annually. The provision for non-recoverability may increase or decrease as a result of that review

The directors will revisit the appropriateness of these policies should the company's operations change in size or nature

Directors

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

R M Mackenzie (appointed 30 April 2010)

R C Gale (appointed 30 April 2010)

Virgin Media Directors Limited (resigned 30 April 2010)

Virgin Media Secretaries 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.

Virgin Media Business Limited (Formerly Imminus Limited)

The Directors' Report *(continued)*

Year ended 31 December 2009

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.

Auditor

Ernst & Young LLP are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

Signed on behalf of the directors



R M Mackenzie
Director

Approved by the directors on 30 September 2010

Virgin Media Business Limited (Formerly Imminus Limited)

Statement of Directors' Responsibilities

Year ended 31 December 2009

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 2009

We have audited the financial statements of Virgin Media Business Limited (formerly Imminus Limited) for the year ended 31 December 2009 which comprise the Profit and Loss Account, Statement of Total Recognised Gains and Losses, 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 Statement of Directors' Responsibilities set out on page 6, 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 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

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 directors; and the overall presentation of 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 2009

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 2009 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.

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.



Michael Rudberg (Senior Statutory Auditor)
For and on behalf of Ernst & Young LLP, Statutory Auditor
London

30 September 2010

Virgin Media Business Limited (Formerly Imminus Limited)

Profit and Loss Account

Year ended 31 December 2009

	Note	2009 £000	2008 £000
Turnover		104,900	72,158
Cost of sales		(24,162)	(16,470)
Gross profit		80,738	55,688
Administrative expenses		(47,454)	(32,919)
Operating profit	2	33,284	22,769
Attributable to			
Operating profit before exceptional items		31,498	26,566
Exceptional items	2	1,786	(3,797)
		33,284	22,769
Interest payable and similar charges	4	(614)	(1,461)
Profit on ordinary activities before taxation		32,670	21,308
Tax on profit on ordinary activities	5	—	—
Profit for the financial year		32,670	21,308

All of the activities of the company are classed as continuing.

Statement of total recognised gains and losses

There are no recognised gains or losses other than the profit of £32,670,000 attributable to the shareholder for the year ended 31 December 2009 (2008 - profit of £21,308,000).

The notes on pages 11 to 18 form part of these financial statements.

Virgin Media Business Limited (Formerly Imminus Limited)**Balance Sheet****31 December 2009**

	Note	2009 £000	2008 £000
Fixed assets			
Tangible assets	6	15,341	7,451
Investments	7	—	—
		<u>15,341</u>	<u>7,451</u>
Current assets			
Debtors due within one year	8	104,900	458
Debtors due after one year	8	36,247	233,862
Cash at bank		—	27
		<u>141,147</u>	<u>234,347</u>
Creditors: Amounts falling due within one year	9	<u>(616)</u>	<u>(27,141)</u>
Net current assets		<u>140,531</u>	<u>207,206</u>
Total assets less current liabilities		<u>155,872</u>	<u>214,657</u>
Creditors: Amounts falling due after more than one year	10	<u>(18,341)</u>	<u>(109,796)</u>
		<u>137,531</u>	<u>104,861</u>
Capital and reserves			
Called-up equity share capital	13	1	1
Profit and loss account	14	137,530	104,860
Shareholder's funds	14	<u>137,531</u>	<u>104,861</u>

These financial statements were approved by the directors on 30 September 2010 and are signed on their behalf by



R C Gale
Director

The notes on pages 11 to 18 form part of these financial statements.

Virgin Media Business Limited (Formerly Imminus Limited)

Notes to the Financial Statements

Year ended 31 December 2009

1. Accounting policies

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with 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 held as fixed assets are at cost less any provision for impairment.

Cashflow

The company has taken advantage of the exemption under FRS 1 (revised) not to prepare a cash flow statement as it is a subsidiary which is at least 90% controlled by the ultimate parent undertaking (see note 15).

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

Other fixed assets

- 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 2009

1. Accounting policies (*continued*)

Deferred taxation

Deferred tax is recognised 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)

	2009	2008
	£000	£000
Depreciation of owned fixed assets	1,584	579
Auditor's remuneration		
- as auditor	7	4
(Release of)/increase in provision against amounts owed by group undertakings	(2,926)	3,194
Reorganisation costs	1,140	603

Virgin Media Business Limited (Formerly Imminus Limited)

Notes to the Financial Statements

Year ended 31 December 2009

2. Operating profit *(continued)*

The company had corporate directors throughout the year, which received no remuneration

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.

Auditor's remuneration disclosed above represents costs allocated to the company by the fellow group undertakings that pay all auditor's remuneration on behalf of the Virgin Media group. Following guidance from Statutory Instrument 2008/489(6)(2)-(3), the company is not required to disclose amounts in respect of non-audit services, as it is a subsidiary of Virgin Media Finance PLC and the group accounts of Virgin Media Finance PLC are required to disclose this information on a consolidated basis.

During 2008 the Virgin Media group commenced the implementation of a restructuring plan aimed at driving further improvements in operational performance and eliminating inefficiencies in order to create a fully-integrated, customer focused organisation. Reorganisation costs for the year ended 31 December 2009 related primarily to the company's share of redundancy and lease exit costs in connection with this restructuring plan. The reorganisation costs incurred for the year ended 31 December 2008 related primarily to the company's share of contract and lease exit costs in connection with the same restructuring plan.

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. For the year ended 31 December 2009, there was a release of provision totalling £2,926,000 (2008 - increase of £3,194,000). The primary drivers for the change in the provision were the settlement of previously impaired inter-company receivables and an increase in the estimated value of the underlying assets of the Virgin Media group as at 31 December 2009.

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

	2009	2008
	£000	£000
Interest on loans advanced by group undertakings	614	1,461

Virgin Media Business Limited (Formerly Imminus Limited)

Notes to the Financial Statements

Year ended 31 December 2009

5. Taxation on ordinary activities

(a) Analysis of charge in the year

The tax charge is made up as follows:

	2009 £000	2008 £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>

(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% (2008 - 28.50%)

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

	2009 £000	2008 £000
Profit on ordinary activities before taxation	<u>32,670</u>	<u>21,308</u>
Profit on ordinary activities multiplied by the rate of tax	9,148	6,073
Expenses not deductible for tax purposes	22	923
Decelerated capital allowances	470	39
Group relief claimed without payment	(8,821)	(6,848)
Other short term timing differences	-	(187)
Income not taxable	(819)	-
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 insufficient evidence that there will be suitable taxable profits against which these timing differences will reverse.

	2009 £000	2008 £000
Depreciation in excess of capital allowances	<u>4,323</u>	<u>3,829</u>

(d) Change in tax rate

In the 2010 Emergency budget the UK government announced its intention to set out legislation for Parliament to reduce the UK corporate income tax rate from 28%. As at the balance sheet date the change in the tax rate was not substantively enacted.

Virgin Media Business Limited (Formerly Imminus Limited)

Notes to the Financial Statements

Year ended 31 December 2009

6. Tangible fixed assets

	Freehold land and buildings £000	Other £000	Total £000
Cost			
At 1 January 2009	1,455	27,893	29,348
Additions	–	9,474	9,474
Disposals	–	(548)	(548)
At 31 December 2009	1,455	36,819	38,274
Depreciation			
At 1 January 2009	1,054	20,843	21,897
Charge for the year	12	1,572	1,584
On disposals	–	(548)	(548)
At 31 December 2009	1,066	21,867	22,933
Net book value			
At 31 December 2009	389	14,952	15,341
At 31 December 2008	401	7,050	7,451

7. Investments

	Investments £000
Cost	
At 1 January 2009 and 31 December 2009	2
Value impaired	
At 1 January 2009 and 31 December 2009	2
Net book value	
At 31 December 2009 and 31 December 2008	–

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 2009

8. Debtors

	2009 £000	2008 £000
Amounts owed by group undertakings	141,147	233,862
Other debtors	—	6
Prepayments and accrued income	—	452
	<u>141,147</u>	<u>234,320</u>

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

	2009 £000	2008 £000
Amounts owed by group undertakings	<u>36,247</u>	<u>233,862</u>

Amounts owed by group undertakings are -

	2009 £000	2008 £000
Loans advanced to group undertakings	19,300	19,300
Other amounts owed by group undertakings	122,126	217,767
Impairment provision	(279)	(3,205)
	<u>141,147</u>	<u>233,862</u>

Loans advanced to group undertakings are interest free and are repayable on demand but are not expected to be repaid in full within one year

Other amounts owed by group undertakings are interest free and are repayable on demand but certain balances are not expected to be repaid in full within one year

9. Creditors: Amounts falling due within one year

	2009 £000	2008 £000
Amounts owed to group undertakings	616	1,461
Other creditors	—	97
Accruals and deferred income	—	25,583
	<u>616</u>	<u>27,141</u>

The analysis of amounts owed to group undertakings is

	2009 £000	2008 £000
Interest on loans advanced by group undertakings	614	1,461
Other amounts owed to group undertakings	2	—
	<u>616</u>	<u>1,461</u>

Virgin Media Business Limited (Formerly Imminus Limited)

Notes to the Financial Statements

Year ended 31 December 2009

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

	2009 £000	2008 £000
Amounts owed to group undertakings	18,341	106,677
Deferred income	–	3,119
	<u>18,341</u>	<u>109,796</u>

Amounts owed to group undertakings are -

	2009 £000	2008 £000
Loans advanced by group undertakings	18,341	18,341
Other amounts owed to group undertakings	–	88,336
Total	<u>18,341</u>	<u>106,677</u>

Loans advanced by group undertakings are unsecured and repayable on demand but are not expected to be repaid in full within five years. The rate of interest charged on the loans advanced by group undertakings was 3.41% (2008 - 8.1%)

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

11. Contingent liabilities

The company, along with fellow group undertakings, is party to a senior secured credit facility with a syndicate of banks under which it has guaranteed the amount outstanding, which as at 31 December 2009 amounted to approximately £3,213 million (2008 - £4,289 million). Borrowings under the facility are secured against the assets of certain members of the group including those of the company.

On 19 January 2010 Virgin Media Secured Finance PLC, a fellow group undertaking, issued \$1.0 billion aggregate principal amount of 6.50% senior secured notes due 2018 and £875 million aggregate principal amount of 7.00% senior secured notes due 2018. Subject to certain exceptions the senior secured notes due 2018 share in the same guarantees and security which have been granted in favour of the senior credit facility. The net proceeds from the issuance of the senior secured notes were used to repay £1,453 million of the group's obligations under its senior credit facility.

On 19 April 2010, the Virgin Media group drew down an aggregate principle amount of £1,675 million under its new senior credit facility dated 16 March 2010 and applied the proceeds towards the repayment of all amounts outstanding under its old senior credit facility and for general corporate purposes. The new senior credit facility comprises a term loan A facility in an aggregate principle amount of £1,000 million, a term loan B facility in an aggregate principle amount of £675 million and a revolving credit facility in aggregate principle amount of £250 million. The group also utilised £20.4 million of the new revolving credit facility for bank guarantees and standby letters of credit. The new senior credit facility dated 16 March 2010 shares substantially the same guarantees and security as the senior credit facility which was in place at the balance sheet date.

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

Virgin Media Business Limited (Formerly Imminus Limited)

Notes to the Financial Statements

Year ended 31 December 2009

12. Related party transactions

The company has taken advantage of the exemption under FRS 8 not to disclose transactions with group undertakings as it is a subsidiary undertaking which is 100% controlled by the ultimate parent undertaking

13. Share capital

Authorised share capital:

	2009 £000	2008 £000
1,000 Ordinary A shares of £1 each	<u>1</u>	<u>1</u>

Allotted, called up and fully paid:

	2009 No 1,000	£000 1	2008 No 1,000	£000 1
Ordinary A 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 2008	1	83,552	83,553
Profit for the year	–	21,308	21,308
At 31 December 2008 and 1 January 2009	<u>1</u>	<u>104,860</u>	<u>104,861</u>
Profit for the year	–	32,670	32,670
At 31 December 2009	<u>1</u>	<u>137,530</u>	<u>137,531</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 for which group accounts have been drawn up are those headed by Virgin Media Finance PLC and Virgin Media Inc, respectively

The company's ultimate parent undertaking and controlling party at 31 December 2009 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 Secretary, Virgin Media, 160 Great Portland Street, London, W1W 5QA