Sony Music Entertainment International Limited

Directors' report and financial statements

Registered number 2019657

31 March 2010

Contents

Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 March 2010

Principal activities and review of business

The principal activity of the company is to provide high level consultancy services and advice in the areas of management, marketing, production, export, copyright, financing and other commercial and industrial areas to the subsidiaries of Sony Music Entertainment operating within the music and entertainment industry in Europe and Africa The company made a loss during the period due to restructuring costs incurred and fixed asset investment write offs

Business Review

Results

The company's turnover during the year ended 31 March 2010 was *£21,979,245 (15 month period ended 31 March 2009 £24,484,823)* and operating loss was £321,251 *(15 month period ended 31 March 2009 loss £2,167,322)*

The company made a loss before taxation of £43,188,123 *(15 month period ended 31 March 2009 loss before taxation £45,504,370)* During the year, the company made a loss before taxation due to restructuring costs incurred of £2,394,273 *(15 month period ended 31 March 2009 £3,257,851)* and a fixed asset investment impairment of £43,366,352 *(15 month period ended 31 March 2009 £76,148,618)*

The company made a loss on ordinary activities for the period after taxation of £43,382,203 *(15 month period ended 31 March 2009* £45,702,778 The directors do not recommend the payment of a dividend *(15 month period ended 31 March 2009 £nil)*

Key risks, uncertainties, opportunities and future prospects

The company and its subsidiaries are engaged in the music and entertainment industry which is undergoing a period of rapid change with a move away from distribution via physical media towards broader exploitation through digital and other business models The directors believe that the company and its subsidiaries are well placed to face the challenges and to take advantage of the opportunities which exist in the markets where they operate

Employees

Sony Music Entertainment International Limited is committed to employment policies which follow best practice, based on equal opportunities for all employees irrespective of sex, race, national origin, religion, colour, disability, sexual orientation, age or marital status

Employees are involved in changes affecting both them and the business through company and team meetings, internal communications and opinion surveys

Employee development and discretionary bonus schemes are in operation for all staff to develop their understanding of the business' performance and encourage further contribution to the business

Directors

The directors who held office during the period were

W Rowe
R Sanders
J Swidler
R Story (resigned 24 September 2010)

On 24 September 2010 K Lawrie was appointed as a director

Directors' report *(continued)*

Directors (continued)

In accordance with articles 112, 113 and 117 of the Company's Articles of Association, all the directors, save for the Chairman are required to retire at annual general meetings Notwithstanding this the company has dispensed with the requirement to hold annual general meetings as noted below

Company Secretary

S Jenkins acted as company secretary throughout the year

Charitable donations

Charitable donations for the period amounted to £nil *(15 month period ended 31 March 2009 £nil)*

Statement of directors' responsibilities in respect of the directors' report and the financial statements

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 they prepared 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 year 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, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors confirm that they have complied with the above requirements in preparing the financial statements

The directors are responsible for keeping proper 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 its 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

Directors' report *(continued)*

Disclosure of information to auditors

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware, and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information

By Order of the Board on 2 March 2011

W Rowe
Director

9 Derry Street
London
W8 5HY

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Independent auditors' report to the members of Sony Music Entertainment International Limited

We have audited the financial statements of Sony Music Entertainment International Limited for the year ended 31 March 2010 which comprise the Profit and Loss Account the Balance Sheet, 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)

Respective responsibilities of directors and auditors
As explained more fully in the Directors' Responsibilities Statement set out on page 2 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 Ethical Standards for Auditors

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose We do not, in giving these opinions accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing

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

Opinion on financial statements
In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 March 2010 and of its loss 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 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

Owen Mackney
For and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
St Albans
2 March 2011

Profit and loss account

	Note	Year ended 31 March 2010	15 months ended 31 March 2009
		£'000	£ 000
Turnover – continuing operations		**21,979**	24,485
Exceptional items - Restructuring costs	*6*	**(2,394)**	(3,258)
Other operating expenses	*2*	**(19,906)**	(23,394)
Total operating expenses		**(22,300)**	(26,652)
Operating loss – continuing operations		**(321)**	(2,167)
Profit on sale of investments		**-**	119
Amounts written off – fixed asset investments impairments		**(43,366)**	(76,149)
Income from fixed asset investments		**-**	30,935
Interest receivable and similar income	*7*	**3,599**	10,727
Interest payable and similar charges	*8*	**(3,100)**	(8,970)
Loss on ordinary activities before taxation	*3*	**(43,188)**	(45,505)
Tax (charge) / credit on loss on ordinary activities	*9*	**(194)**	(198)
Loss on ordinary activities after taxation		**(43,382)**	(45,703)

Turnover and profit on ordinary activities before taxation for the year and prior period relate exclusively to continuing operations

There is no difference between the result as disclosed in the profit and loss account and result on a historical cost basis

A statement of total recognised gains and losses has not been presented as there are no gains or losses other than those dealt with in the profit and loss account

The notes on pages 7 to 16 form part of these financial statements

Balance sheet

	Note	Year ended 31 March 2010 £'000	15 months ended 31 March 2009 £'000
Fixed assets			
Tangible assets	*10*	**326**	67
Investments	*11*	**276,599**	298,417
		276,925	298,484
Current assets			
Debtors (including £411,842 (31 March 2009 £386,749) due after more than one year)	*12*	**24,656**	34,392
Creditors amounts falling due within one year	*13*	**(19,350)**	(7,263)
Net current assets		**5,306**	27,129
Total assets less current liabilities		**282,231**	325,613
Creditors. amounts falling due after more than one year		**(19,429)**	(19,429)
Net assets		**262,802**	306,184
Capital and reserves			
Called up share capital	*15*	**46,071**	46,071
Share Premium	*16*	**168,823**	168,823
Merger Reserve	*16*	**86,648**	130,014
Profit and loss account	*16*	**(38,740)**	(38,724)
Shareholders' funds	*17*	**262,802**	306,184

These financial statements were approved by the Board of directors on 2 March 2011 and were signed on its behalf by

W Rowe
Director

REGISTERED NUMBER · 2019657

The notes on pages 7 to 16 form part of these financial statements

Notes to the financial statements

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material to the financial statements

Basis of preparation

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

The company is exempt from the requirement of Financial Reporting Standard No 1 Revised, Cash Flow Statements, being a wholly owned subsidiary of Sony Corporation , a company incorporated in Japan and which prepares consolidated financial statements in English containing a consolidated cash flow statement dealing with the cash flows of the group and of the company

The financial statements contain information about Sony Music Entertainment International Limited as an individual company and do not contain consolidated financial information as the parent of a group The results of the company and its subsidiaries are included in the consolidated accounts of Sony Corporation, a company incorporated in Japan The directors consider the accounts of Sony Corporation, prepared under US Generally Accepted Accounting Practices, to be equivalent to the requirements of the 7th EU Directive in all material respects and have therefore taken advantage of Companies Act 2006, section 401 as revised, and not prepared consolidated accounts

Investments

Investments are stated at cost less provision for any impairment

Where these investments are impaired the impairment charge is recognised in the profit and loss account A transfer between the merger reserve and the profit and loss account reserve is made to reflect the impairment of the fair value of these investments in excess of the nominal value of the shares issued

The investments opening balances have been restated in the current year to present investments in associate undertakings from subsidiary undertakings As a result, the opening balance has been restated by £906,000 (reduction) to reclassify the investment in associated undertakings (*15 months ended 31 March 2009 £786,000)* and £374,078 (*15 months ended 31 March 2009 £374,198)* respectively

Impairment reviews

Impairment reviews are undertaken on fixed assets when there are indicators that their carrying amounts may not be recoverable

Tangible fixed assets

Tangible fixed assets are stated at cost, net of depreciation

No depreciation is provided on assets in the course of construction Depreciation commences once the asset has been completed

Depreciation is provided at rates calculated to write off the cost, less the estimated residual value, of each asset on a straight-line basis over its expected useful life, as follows

Leasehold improvements	-	shorter of useful life / term of lease
Computer equipment	-	33 3%
Office equipment	-	20%
Furniture and Fixtures & Fittings	-	14 3%

Notes *(continued)*

Taxation

Deferred tax is recognised without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by Financial Reporting Standard No 19 Deferred Tax

Sony Music entities which include this company are able to relieve their taxable losses by surrendering them to other group companies where capacity to utilise those losses exists Such losses will be purchased and paid for by the recipient company Where there is reasonable certainty that taxable losses can be utilised the group relief receivable is included in the taxation charge or credit for the year

Foreign currencies

Normal trading activities denominated in foreign currencies are recorded in sterling at the exchange rates as of the date of the transaction Monetary assets and liabilities denominated in foreign currencies at the year end are reported at the rates of exchange prevailing at the year end Any gain or loss arising from a change in exchange rates subsequent to the date of the transaction is reported as an exchange gain or loss in the profit and loss account

Turnover

Turnover represents amounts, excluding value added tax, recharged to group companies to which consultancy services and advice are provided All turnover is generated within the UK

Pensions

The company participates in the Sony Music Entertainment UK Pension Plan, a defined benefit pension scheme The assets of the scheme are held separately from those of the company in an independently administered fund The directors are unable to identify the company's share of the underlying assets and liabilities in the scheme on a consistent and reliable basis so accounts for the scheme on a defined contribution basis The amount charged to the profit and loss account represents the contributions payable to the scheme in respect of the accounting period

2 Operating expenses

Operating expenses consist of third party legal and consultancy costs together with salary costs borne by the company necessary to provide the services to Sony Music Entertainment operating companies within the music industry in Europe and Africa

3 Loss on ordinary activities before taxation

	Year ended 31 March 2010 £'000	15 months ended 31 March 2009 £ 000
Loss on ordinary activities before taxation is stated after charging / (crediting).		
Auditor s remuneration		
Audit services	**17**	17
Depreciation of owned fixed assets	**23**	74
Profit on disposal of investments	**-**	119
Staff costs (see note 5)	**9,682**	10,547

Notes *(continued)*

4 Remuneration of directors

The directors received emoluments from the company for their services Their total emoluments charged in the accounts of the company were as follows

	Year ended 31 March 2010 £'000	15 months ended 31 March 2009 £'000
Aggregate emoluments	**502**	1,915
Pension scheme contributions	**30**	84
Compensation for loss of office	**-**	2,511
	532	4,510

The total emoluments, including pension contributions of £17,250 (*15 months ended 31 March 2009 £nil*), of the highest paid director were £345,683 *(15 months ended 31 March 2009 £2,495,062)*

5 Staff numbers and costs

The average number of persons employed by the company (including directors) during the year, analysed by category, was as follows

	Year ended 31 March 2010 Number	15 months ended 31 March 2009 Number
Administration	**112**	102

The aggregate payroll costs of these persons were as follows

	Year ended 31 March 2010 £'000	15 months ended 31 March 2009 £'000
Wages and salaries	**8,280**	8,761
Social security costs	**948**	1,149
Pension costs (note 18)	**454**	637
	9,682	10,547

Notes *(continued)*

6 Restructuring costs

	Year ended 31 March 2010 £'000	15 months ended 31 March 2009 £'000
Restructuring costs.		
Redundancy	**2,394**	3,258

Restructuring costs relate to a number of restructuring programmes initiated to develop and adapt the consultancy services provided by the company to the rapidly changing business environment of the music and entertainment industry

7 Interest receivable and similar income

	Year ended 31 March 2010 £'000	15 months ended 31 March 2009 £'000
Other loans	**3,599**	10,727

Intercompany balances carried a rate of interest of 1 86% in the period (*15 months ended 31 March 2009 6 03%)*

8 Interest payable and similar charges

	Year ended 31 March 2010 £'000	15 months ended 31 March 2009 £'000
Other loans	**3,100**	8,970

Intercompany balances carried a rate of interest of 1 86% in the period (*15 months ended 31 March 2009 6 03%)*

Notes *(continued)*

9 Tax on loss on ordinary activities

The tax charge is based on the taxable result for the year and comprises:

	Year ended 31 March 2010 £'000	15 months ended 31 March 2009 £'000
UK corporation tax		
UK corporation tax	**(303)**	(8,814)
Adjustments in respect of previous periods	**85**	(189)
Double taxation relief	**-**	8,661
Total current tax	**(218)**	(342)
Deferred tax		
Origination and reversal of timing differences	**24**	44
Adjustment in respect of prior periods	**-**	100
Total deferred tax	**24**	144
Tax on loss on ordinary activities	**(194)**	(198)

The tax assessed for the year is higher *(15 months ended 31 March 2009 higher)* than the the standard rate of corporation tax in the UK

The differences are explained below

	Year ended 31 March 2010 £'000	15 months ended 31 March 2009 £'000
Loss on ordinary activities before tax	**(43,188)**	(45,504)
Loss on ordinary activities before tax multiplied by standard rate of corporation tax in the UK of 28% *(2008 28 4%)*	**(12,093)**	(12,923)
Effects of		
Expenses not deductible for tax purposes	**12,372**	21,816
Depreciation in excess of capital allowances	**24**	44
Capital allowances in excess of depreciation	**-**	-
Double tax relief	**-**	(8,661)
Effect of differing tax rates	**-**	(123)
Adjustments in respect of prior periods	**(85)**	189
Current tax charge for year	**218**	342

Notes *(continued)*

Tax on loss on ordinary activities (continued)

Factors which may affect future tax charges

A number of changes to the UK Corporation tax system were announced in the June 2010 Budget Statement Finance (No 2) Act 2010 reduces the standard rate of UK corporation tax from 28% to 27% with effect from April 2011 Further reductions to the main rate are proposed to reduce the rate by 1% per annum to 24% by 1 April 2014 These changes have not been substantively enacted at the balance sheet date and therefore have not been included in the financial statements

10 Tangible fixed assets

	Leasehold improvements £000	Machinery and equipment £000	Office equipment £000	Assets under construction £000	Total £000
Cost					
At 1 April 2009	106	182	60	-	348
Additions	-	-	7	275	282
At 31 March 2010	106	182	67	275	630
Depreciation					
At 1 April 2009	99	169	13	-	281
Charged in the period	4	10	9	-	23
At 31 March 2010	103	179	22	-	304
Net book value					
At 31 March 2010	**3**	**3**	**45**	**275**	**326**
At 31 March 2009	7	13	47	-	67

Notes *(continued)*

11 Fixed asset investments

	Associate undertakings £000	Subsidiary undertakings £000	Total £000
Cost			
At 1 April 2009 *(Restated)*	906	374,078	374,984
Additions	183	22,036	22,219
Disposals	-	-	-
Return of capital	-	-	-
At 31 March 2010	1,089	396,114	397,203
Provisions for permanent diminution in value			
At April 2009	418	76,149	76,567
Charge in year	671	43,366	44,037
At 31 March 2010	1,089	119,515	120,604
Net book value			
At 31 March 2010	-	**276,599**	**267,599**
At 31 March 2009 *(Restated)*	488	297,929	298,417

Investments in associate undertakings

In August 2009 and November 2009 the company increased its investment in Glam Slam BV for cash consideration of £182,698 This investment has been fully provided against during the period

Investments in subsidiary undertakings

In March 2010 the company acquired all of the ordinary shares in Sony Music Entertainment (Taiwan) for a cash consideration of £2,201,725

The company increased its investment in Sony Music Entertainment (Czech Republic) Sro, Sony Music Entertainment (Italy) SPA and Sony Music Entertainment (France) SAS by subscribing for additional shares for a consideration of £161,010, £19,665,558 and £8,070 respectively

During the year the directors undertook a review of its investments to identify any circumstances that would suggest that the carrying amounts were no longer recoverable This review identified a change in circumstances for its investment in Sony Music Entertainment (Italy) SPA

Accordingly, the directors have prepared a valuation of the investment in the following and impaired it by

Sony Music Entertainment (Italy) SPA	£43,366,352

The valuation was based on the discounted cashflow of future projected earnings from the investment

Notes *(continued)*

Investments in subsidiary undertakings *(continued)*

Subsidiary undertaking	**Country of Incorporation**	**Class and percentage of shares held**
Sony Music Entertainment (Austria) GmbH	Austria	100% ordinary share capital
Sony Music Entertainment (Belgium) N V	Belgium	99 99% ordinary share capital
Sony Music Entertainment (Czech Republic) Sro	Czech Republic	80% ordinary share capital
Sony Music Entertainment (Denmark) AS	Denmark	100% ordinary share capital
Sony Music Entertainment (Finland) OY	Finland	100% ordinary share capital
Sony Music Entertainment (Germany) GmBH	Germany	100% ordinary share capital
Sony Music Entertainment (Greece) S A	Greece	99 99% ordinary share capital
Sony Music Entertainment (Hungary) KFT	Hungary	99 99% ordinary share capital
Sony Music Entertainment (Italy) SPA	Italy	100% ordinary share capital
Sony Music Entertainment (Norway) AS	Norway	100% ordinary share capital
Sony Music Entertainment (Poland) Sp Zoo	Poland	100% ordinary share capital
Sony Music Entertainment (Portugal) LDA	Portugal	100% ordinary share capital
Sony Music Entertainment (Sweden) AB	Sweden	100% ordinary share capital
Sony Music Entertainment (Switzerland) GmbH	Switzerland	100% ordinary share capital
Sony Music Entertainment (Turkey) AS	Turkey	99 99% ordinary share capital
Sony Music Entertainment (France) SAS	France	100% ordinary share capital
Sony Music Entertainment International Limited	UK	100% ordinary share capital
Zomba Records Italia Srl	Italy	100% ordinary share capital
Duzy Dom Dystrybucyjng Sp Zoo *	Poland	33 3% ordinary share capital
Glam Slam B V	Netherlands	44 4% ordinary share capital
8 Ball Music B V	Netherlands	33% ordinary share capital
Spotify Technology SA	Luxembourg	4 95% ordinary share capital
Omnifone Limited	UK	1 125% ordinary share capital
Sony Music Entertainment Taiwan	Taiwanrowe	100% ordinary share capital

All other subsidiaries are engaged in record production and promotion except those marked with an * which are engaged in warehousing and distribution services

12 Debtors

	31 March 2010 £'000	31 March 2009 £'000
Amounts falling due within one year.		
Trade debtors	**1,642**	834
Amounts owed by group undertakings	**20,580**	30,790
Group relief receivable	**342**	560
Other debtors	**9**	9
Prepayments and accrued income	**1,690**	1,830
	24,263	34,023
Amounts falling due after more than one year		
Deferred tax asset (see note 14)	**393**	369
	24,656	34,392

Notes *(continued)*

13 Creditors: amounts falling due within one year

	31 March 2010 £'000	31 March 2009 £'000
Trade creditors	**1,769**	926
Other creditors	**10,971**	3,926
Accruals and deferred income	**6,610**	2,411
	19,350	7,263
Amounts falling due after more than one year:		
Amounts owed to group undertakings	**19,429**	19,429

14 Deferred taxation

	Year ended 31 March 2010 £000	15 months ended 31 March 2009 £000
Asset at start of the period		
ACA's	**369**	225
Other timing differences	**-**	-
	369	225
Credit / (charge) in profit and loss account		
ACA's current year	**24**	44
prior year	**-**	100
Other current year	**-**	-
prior year	**-**	-
Asset at end of the period	**393**	369
Asset at end of period		
ACA's	**393**	369
	393	369

The effects of the changes enacted in the Finance (No 2) Act 2010 would be to reduce the deferred tax asset provided at 31 March 2010 by £14k This decrease in the deferred tax asset due to the reduction in the corporate tax rate from 28% to 27% with effect from 1 April 2011 The proposed reductions of the main rate of corporation tax by 1% per year to 24% by 1 April 2014 are expected to be enacted separately each year The overall effect of the further changes from 27% to 24%, if these applied to the deferred tax balance as at 31 March 2010, would be to reduce the deferred tax asset by £42k (being £14k recognised in each of the years 2012 to 2014 inclusive)

Notes *(continued)*

15 Called up share capital

	31 March 2010 £'000	31 December 2009 £'000
Authorised		
75,000,000 *(2009 75,000 000)* ordinary shares of £1 each	**75,000**	75,000
Allotted, called up and fully paid		
£46,071,166 *(2009 £46,071,166)* ordinary shares of £1 each	**46,071**	46,071

16 Reserves

	Share premium reserve (restated) £'000	Merger reserve £'000	Profit and loss account £'000	Total £'000
Opening balance	168,823	130,014	(38,724)	260,113
Loss for the period	-	-	(43,382)	(43,382)
Transfer	-	(43,366)	43,366	-
Closing balance	**168,823**	**86,648**	**(38,740)**	**216,731**

Acquisition of certain investments has been recorded in accordance with Section 611 of the Companies Act 2006 whereby any amounts in excess of the minimum share premium arising on the issue of shares is recorded in the merger reserve

During the year the investment in Sony Music Entertainment (Italy) SPA was impaired by £43,366,352 As this impairment is at least equal to the amounts originally recorded in the merger reserve, a transfer has been made between the merger reserve and the profit and loss account reserve

17 Reconciliation of movement in shareholders' funds

	31 March 2010 £'000	31 March 2009 £'000
Opening shareholders' funds	**306,184**	351,887
Loss for the period	**(43,382)**	(45,703)
Issue of ordinary share capital	-	-
Closing shareholders' funds	**262,802**	306,184

Notes *(continued)*

18 Pensions

The company participates in the Sony Music Entertainment UK Pension Plan, a defined benefit pension scheme The directors are unable to identify the company's share of the underlying assets and liabilities in the scheme on a consistent and reasonable basis and accounts for the scheme on a defined benefit basis

The assets of the pension plan are held separately from the assets of any group company The latest actuarial valuation of the plan was carried out as at year ended 31 March 2010 Details of this valuation are included in the accounts of Sony Music Entertainment UK Limited

The total cost of pension benefits for all defined contribution schemes, charged to the profit and loss account, amounted to £453,667 *(Period ended 31 March 2009 £636,868)*

19 Related Party Transactions

The company is exempt under the terms of Financial Reporting Standard No 8 from disclosing related party transactions with entities that are part of the Sony group of companies

20 Immediate and ultimate holding company

The company's immediate holding company is Sony Music Entertainment (UK Holdings) Limited, a company incorporated in England and Wales The ultimate holding company is Sony Corporation, a company registered in Japan

The largest and smallest group for which group accounts are prepared, and of which the company is a member, is as follows

Name	Sony Corporation
Country of incorporation	Japan
Address from where copies of the Group accounts can be obtained	7-1, Konan 1-chome, Minato-ku Tokyo 108-0075