Optomen Television Limited

Directors' report and financial statements

For the year ended 31 August 2012

Registered number 02280184

Contents

Directors' report for the year ended 31 August 2012

The directors present their report and the audited financial statements of the company for the year ended 31 August 2012

Principal activities and review of the business

The principal activity of the company is the production and distribution of television programmes The directors do not anticipate any changes in those activities over the coming year

Results and dividends

The profit for the year amounted to £2,684,087 (17 month period ended 31 August 2011 £590,764) An interim dividend of £1,500,000 (17 month period ended 31 August 2011 £0) was paid on 29 February 2012, a final dividend of £2,000,000 was paid on 31 August 2012 (17 month period ended 31 August 2011 £2,000,000)

Future outlook

The commercial environment in which the company operates remains competitive, but the directors believe that the company's position as one of the leading television production and distribution companies will enable it to maintain its current position in the future

Principal risks and uncertainties

The key business risks and uncertainties affecting the company relate to the general economic environment, competition from other television producers and success of the company's programming Further discussion of these risks and uncertainties, in the context of the ALL3MEDIA Holdings Limited (the "group") as a whole, is provided in the group's annual report which does not form part of this report

Key performance indicators ("KPIs")

The directors of ALL3MEDIA Holdings Limited manage the group's operations on a divisional basis For this reason, the company's directors believe that analysis using key performance indicators for the company is not necessary or appropriate for an understanding of the development, performance or position of the business of Optomen Television Limited The development, performance and position of the ALL3MEDIA Holdings Limited, which includes the company, is discussed in the group's financial statements which do not form part of this report

Financial risk management

Through its trading activities the company is exposed to certain levels of credit, interest rate, currency and liquidity risk Main credit risk arises from customers which is managed by performing credit checks and monitoring these Interest risk arises as cash bank borrowings/intercompany balance balances which are subject to interest based on floating rates Currency risk arises as certain debtors are denominated in foreign currency The company does not hedge interest or currency risks The company funds its operations from trading activities, equity and intercompany loans

Disclosure of information to auditors

Each of the persons who are a director at the date of approval of this report confirms that

(1) so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware, and

(2) the director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the company's auditors are aware of that information

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006

Directors' report for the year ended 31 August 2012 *(continued)*

Directors

The directors who held office during the year and up to the date of signing the financial statements were as follows

P M Llewellyn	C Stephenson	
B Adler	S Morrison	
N Moody	J Burns	(resigned 1 March 2012)
N Wisnevitz	V Turton	
J McGregor	A Jones	
H L Manley	S Murphy	(appointed 14 May 2012)

At 31 August 2012, S Morrison, V Turton and A Jones were also directors of ALL3MEDIA Holdings Limited

Directors' indemnities

The Company maintains liability insurance for its directors and officers Following shareholders' approval, ALL3MEDIA Holdings Limited, the Company's ultimate parent undertaking, has also provided an indemnity for the Company's directors and officers, which is a qualifying third party indemnity provision for the purposes of the Companies Act 2006

Statement of directors' responsibilities

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 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 these financial statements the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the 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

Independent auditors
The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office and are deemed reappointed in accordance with Section 487(2) of the Companies Act 2006

By order of the Board

A Jones
Company secretary
Date 14th December 2012

Berkshire House
168-173 High Holborn
London
WC1V 7AA

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF OPTOMEN TELEVISION LIMITED

We have audited the financial statements of Optomen Television Limited ("the company") for the year ended 31 August 2012 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 Statement of Directors' Responsibilities set out on page 3 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

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 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 August 2012 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 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

J. S. Southgate

James Southgate (Senior Statutory Auditor)
For and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
London
14th December 2012

Profit and loss account for the year ended 31 August 2012

	Note	**Year ended 31 August 2012**	17 month period ended 31 August 2011
		£	£
Turnover	2	**20,492,624**	26,628,118
Cost of sales		**(11,395,697)**	(15,425,730)
Gross profit		**9,096,927**	11,202,388
Administrative expenses		**(5,446,571)**	(10,172,255)
Other operating income		**-**	-
Operating profit	5	**3,650,356**	1,030,133
Interest receivable and similar income	4	**1,575**	2,525
Interest payable and similar charges	8	**(276)**	(240,797)
Profit on ordinary activities before taxation		**3,651,655**	791,861
Tax on profit on ordinary activities	9	**(967,568)**	(201,097)
Profit / (Loss) for the financial year/period		**2,684,087**	590,764

Amounts relating to turnover and operating profit in the current year and previous financial period derive from continuing activities

The company has no recognised gains and losses other than those included in the results above, and therefore no separate statement of total recognised gains and losses has been presented

There is no material difference between the profit on ordinary activities before taxation and the profit for the financial year/period stated above and their historical costs equivalents

The notes on pages 7 to 18 form part of these financial statements

Balance sheet as at 31 August 2012

Registered Number 02280184

	Note	31 August 2012		31 August 2011	
		£	£	£	£
Fixed assets					
Tangible assets	10		3,984,158		4,185,947
Investments	11		50,063		50,063
			4,034,221		4,236,010
Current assets					
Stocks	12	270,776		14,822	
Debtors	13	5,716,407		3,546,276	
Cash at bank and in hand	14	1,214,246		712 313	
		7,201,429		4,273,411	
Creditors amounts falling due within one year	15		(7,201,525)		(3,659,383)
Net current (liabilities)/assets			(96)		614,028
Total assets less current liabilities			4,034,125		4,850,038
Creditors amounts falling due after more than one year			-		-
Net assets			4,034,125		4,850,038
Capital and reserves					
Called up share capital	17		1,614		1,614
Profit and loss account	18		4,032,511		4,848,424
Total shareholders' funds			4,034,125		4,850,038

These financial statements were approved by the board of directors on 14th December 2012 and were signed on its behalf by

V Turton
Director

The notes on pages 7 to 18 form part of these financial statements

Notes to the financial statements for the year ended 31 August 2012

1 Accounting policies

The following accounting policies have been applied in dealing with items which are considered material in relation to the company's financial statements

Basis of preparation

These financial statements are prepared on the going concern basis, under the historical cost convention, and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom The principal accounting policies, which have been applied consistently throughout the period unless otherwise stated, are set out below

The financial statements present information about the company as an individual undertaking and not about its group The company is exempt under section 400 of the Companies Act 2006 from the requirement to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its ultimate parent undertaking, All3MEDIA Holdings Limited

Cash flow statement

The company is a wholly owned subsidiary of All3Media Holdings Limited and is included in the consolidated financial statements of All3Media Holdings Limited which are publicly available The All3Media Holdings Limited consolidated financial statements for the year ended 31 August 2012 contain a consolidated statement of cash flows Consequently, the company has taken advantage of the exemption available under Financial Reporting Standard 1 (revised 1996) 'Cash flow statements' from preparing its own statement of cash flows

Turnover

Turnover and attributable profit are recognised in accordance with the company's right to receive revenue based on the contracted position The principal revenue recognition bases for commissioned TV programmes are

- Factual/factual entertainment programmes – turnover and attributable profit are recognised in proportion to the stage of completion of the production at the relevant date unless the contractual position with the broadcaster does not entitle the company to recognise revenue until the final product is available for delivery

- Provision is made for any overspends and losses as soon as identified Any underspends are recognised once the programme has been completed and all related costs have been identified

For finished programmes and formats distributed by the company, revenue is recognised once contracted and invoiced provided that the product is available for delivery

Royalties payable to producers or rights holders are recognised as cost of sales on an accruals basis in accordance with the turnover recognised

Book advance turnover and attributable profit is recognised when Optomen Television Limited has fulfilled its contractual obligations and is therefore entitled to amounts receivable, rather than in accordance with a schedule of stage payments specified in any contract If Optomen Television Limited have partially performed its contractual obligations, revenue and attributable profit is recognised to the extent that it has obtained the right to consideration through its performance

Notes to the financial statements for the year ended 31 August 2012 *(continued)*

1 Accounting policies (continued)

Tangible fixed assets and depreciation

Tangible fixed assets are initially stated at cost less accumulated depreciation Cost includes the original purchase price of the asset and the costs attributable to bringing the asset to its working condition for its intended use

Depreciation is calculated to write off the cost of tangible fixed assets evenly over their estimated useful lives at the following annual rates

Freehold property	-	Over 50 years
Leasehold land and buildings	-	Over the life of the lease
Fixtures and fittings	-	20%
Computer equipment	-	33 33%

The carrying values of tangible fixed assets are reviewed for impairment if events or changes in circumstances indicate the carrying value may not be in line with the remaining estimated useful life

Fixed asset investments

Investments held as fixed assets are shown at cost less provision for impairment The carrying values of fixed asset investments are reviewed for impairment if events or changes in circumstances indicate the carrying value may not be recoverable

Leases

Sale and leaseback transactions relate to master negatives for films as a result of the company entering into sale and leaseback transactions for such films Part of the cash received is put on deposit, and this cash together with any accrued interest thereon should be sufficient to meet the lease capital and interest payment Cash received on inception of the transaction over and above that required for future rental payments is recognised as profit immediately Such transactions are shown as a contingent liability in the notes to the financial statements

Operating lease rentals are charged to the profit and loss account on a straight line basis over the period of the lease

Stocks and work in progress

Stocks and work in progress is valued at the lower of cost and net realisable value Net realisable value is based on estimated selling price less any further costs expected to be incurred to completion

Taxation

Corporation tax is payable on taxable profits at amounts expected to be paid, or recovered, under the tax rates and laws that have been enacted or substantially enacted at the balance sheet date

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

Notes to the financial statements for the year ended 31 August 2012 *(continued)*

1 **Accounting policies** (continued)

Taxation (continued)

1 Deferred tax assets are recognised only to the extent that the directors consider that it is probable that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

2 Provision is made for deferred tax that would arise on remittance of retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable or a binding agreement to distribute past earnings in future periods has been entered into by the subsidiary

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

Provisions

Provisions are recognised when the company has a present obligation as a result of a past event, it is probable that a transfer of economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation

Translation of foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date All differences are taken to the profit and loss account

Pensions

The company operates a defined contribution pension scheme The assets of the scheme are held separately from those of the company in an independently administered fund The pension cost charge disclosed in note 7 represents contributions payable by the company to the fund

2 **Turnover**

	Year ended 31 August 2012	17 month period ended 31 August 2011
	£	£
UK	**15,375,591**	15,710,590
Rest of world	**5,117,033**	10,917,528
	20,492,624	26,628,118

3 **Other operating income**

	Year ended 31 August 2012	17 month period ended 31 August 2011
	£	£
Rent receivable	-	-

Notes to the financial statements for the year ended 31 August 2012 *(continued)*

4 Interest receivable and similar income

	Year ended 31 August 2012	17 month period ended 31 August 2011
	£	£
Bank interest receivable	**1,575**	2,525

5 Operating profit

	Year ended 31 August 2012	17 month period ended 31 August 2011
	£	£
Operating profit is stated after charging		
Auditors' remuneration		
Audit services	**28,491**	28,000
Depreciation of tangible fixed assets		
- Owned by the company	**358,765**	525 042
Operating lease charges – land and buildings	**231,000**	327,250
Loss on foreign exchange	**304**	15,856

6 Directors emoluments

	Year ended 31 August 2012	17 month period ended 31 August 2011
	£	£
Emoluments	**1,113,811**	1,217,328
Company pension contributions to money purchase pension schemes	**25,462**	30,119

During the year retirement benefits were accruing to 7 directors (2011 6) in respect of money purchase pension schemes

The total emoluments, including pension contributions of £nil (2011 £nil), of the highest paid director were £189,392 (2011 £235,316)

S Morrison, V Turton, A Jones and J Burns are remunerated by ALL3MEDIA Limited, and details of their emoluments and pension payments are available in the financial statements of that company

Notes to the financial statements for the year ended 31 August 2012 *(continued)*

7 Employee information

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

	Year ended 31 August 2012 Number	17 month period ended 31 August 2011 Number
Administration	**34**	30
Development	**6**	7
Sales	**6**	6
	46	43

The aggregate payroll costs of these persons were as follows

	Year ended 31 August 2012 £	17 month period ended 31 August 2011 £
Wages and salaries	**3,258,490**	4,002,341
Social security costs	**378,343**	454,931
Other pension costs	**67,082**	73,397
	3,703,915	4,530,669

8 Interest payable and similar charges

	Year ended 31 August 2012 £	17 month period ended 31 August 2011 £
Bank loans and overdrafts	**276**	240,797

Notes to the financial statements for the year ended 31 August 2012 *(continued)*

9 Tax on profit on ordinary activities

(a) Taxation on profit on ordinary activities

The tax charge is made up as follows

	Year ended 31 August 2012	17 month period ended 31 August 2011
	£	£
Current tax		
UK Corporation tax at 25 16% (2011 27 41%)	791,560	656,157
Adjustments in respect of prior period	(2,011)	-
Foreign tax current tax on income for the year/period	182,521	259,480
Total current tax charge	972,070	915,637
Deferred tax (note 16)		
Origination and reversal of timing differences	(10,843)	(103,969)
Effect of accounting policy change (note 1)	-	(607,606)
Effect of changes in tax rates	6,341	(2,965)
Tax on profit on ordinary activities	967,568	201,097

(b) Factors affecting the tax charge for the current year

The tax charge for the year is higher (2011 higher) than the standard rate of corporation tax in the UK of 25 16% (2011 27 41%) The differences are reconciled below

	Year ended 31 August 2012	17 month period ended 31 August 2011
	£	£
Profit on ordinary activities before taxation	3,651,655	791,861
Current tax at 25 16% (2011 27 41%)	918,756	217,049
Effects of		
Expenses not deductible for tax purposes	13,234	26,782
Adjustments in respect of prior period	(2,011)	-
Depreciation for the year/period in excess of capital allowances	42,091	64,200
Effect of accounting policy change	-	607,606
Total current tax charge for the year	972,070	915,637

Notes to the financial statements for the year ended 31 August 2012 *(continued)*

9 Tax on profit on ordinary activities *(continued)*

(c) Factors affecting the tax charge for the future years

During the year, as a result of the changes in the UK main corporation tax rate from 26% to 24% (which was substantively enacted on 26 March 2012 and was effective from 1 April 2012) and from 24% to 23% (which was substantively enacted on 3 July 2012 and will be effective from 1 April 2013), the relevant deferred tax balances have been re-measured during the year

A further reduction to the UK corporation tax rate has been announced The change proposes to reduce the rate to 22 % from 1 April 2014 The change had not been substantively enacted at the balance sheet date and, therefore, is not recognised in these financial statements

(d) Deferred taxation

The deferred taxation included in the balance sheet is as follows

	Year ended 31 August 2012	17 month period ended 31 August 2011
	£	£
Included in debtors (note 13)	**83,766**	79,264
Included in provisions for liabilities	-	-

It is expected that the present level of business activity will be sustained for the foreseeable future, producing future profits against which the deferred tax asset can be recovered

	Deferred tax asset
Movement in deferred tax asset balances	£
At 1 September 2011	79,264
Deferred tax credit in profit and loss account for the year (note 9(a))	4,502
At 31 August 2012	**83,766**

Notes to the financial statements for the year ended 31 August 2012 *(continued)*

10 Tangible fixed assets

	Land and buildings £	Furniture, fittings and equipment £	Total £
Cost			
At 1 September 2011	3,997,629	1,445,130	5,442 759
Additions	16,224	140,749	156,973
Disposals	-	(186,252)	(186,252)
At 31 August 2012	**4,013,853**	**1,399,627**	**5,413,480**
Accumulated depreciation			
At 1 September 2011	343,706	913,106	1,256,812
Charge for the year	125,095	233,670	358,765
Disposals	-	(186,255)	(186,255)
At 31 August 2012	**468,801**	**960,521**	**1,429,322**
Net book amount			
At 31 August 2012	**3,545,052**	**439,106**	**3,984,158**
At 31 August 2011	3,653,923	532,024	4,185,947

11 Fixed asset investments

	£
Cost	
At 1 September 2011 and 31 August 2012	50,063

Details of the company's fixed asset investments are set out below All investments are unlisted and stated at cost

Subsidiary undertakings	Country of Incorporation	Equity Holding	Nature of Business
One Potato Two Potato Inc	USA	100%	Television production
Rumpole Inc	USA	100%	Television production
Optomen Productions Inc	USA	100%	Television production
One Potato Two Potato Ltd	UK	50%	Television production

12 Stocks

	31 August 2012 £	31 August 2011 £
Work in progress	270,776	14,822

Notes to the financial statements for the year ended 31 August 2012 *(continued)*

13 Debtors

	31 August 2012 £	31 August 2011 £
Trade debtors	**564,053**	902,770
Amounts owed by group undertakings	**35,444**	6,745
Other debtors	**7,340**	35,509
Prepayments and accrued income	**5,025,804**	2,521,988
Deferred tax (note 17)	**83,766**	79,264
	5,716,407	3,546,276

Amounts owed by subsidiaries and fellow subsidiary group undertakings are interest-free, unsecured and repayable on demand

14 Cash at bank and in hand

Included within the balance sheet figure of £1,214,246 (2011 £712,313) are sums amounting to £0 (2011 £36,659) held in trust bank accounts on behalf of television companies which have commissioned work and advanced funds to cover future production costs

15 Creditors amounts falling due within one year

	31 August 2012 £	31 August 2011 £
Trade creditors	**1,424,217**	1,122,168
Amounts owed to group undertakings	**788,970**	971
Corporation tax	**340,401**	230,949
Other taxation and social security	**411,221**	351,221
Other creditors	**1,978,696**	1,404,442
Accruals and deferred income	**2,258,020**	549,632
	7,201,525	3,659,383

Amounts owed to subsidiaries and fellow subsidiary group undertakings are interest-free, unsecured and repayable on demand

Notes to the financial statements for the year ended 31 August 2012 *(continued)*

16 Deferred taxation

	Year ended 31 August 2012 £	17 month period ended 31 August 2011 £
At beginning of year/period	**79,264**	(635,276)
Charge for (released during) the period/year	**4,502**	714,540
At end of year/period	**83,766**	79,264

17 Called up share capital

	31 August 2012 £	31 August 2011 £
Allotted, called up and fully paid		
1,614 (2011 1,614) ordinary shares of £1 each	1,614	1,614

18 Profit and loss account

	£
At 1 September 2011	4,848,424
Profit for the year	2,684,087
Share based payment charge	-
Dividends	(3,500,000)
At 31 August 2012	**4,032,511**

19 Reconciliation of movement in shareholders' funds

	31 August 2012 £	31 August 2011 £
Opening shareholders' funds	**4,850,038**	3 156,221
Profit for the year/period	**2,684,087**	590,764
Share based payment charge	-	3,103,053
Dividends	**(3,500,000)**	(2,000,000)
Closing shareholders' funds	**4,034,125**	4,850,038

Notes to the financial statements for the year ended 31 August 2012 *(continued)*

20 Dividends

	Year ended 31 August 2012 £	17 month period ended 31 August 2011 £
Dividends paid	3,500,000	2,000,000

21 Pension commitments

The company operates a defined contributions pension scheme The assets of the scheme are held separately from those of the company in an independently administered fund The pension cost charge represents contributions payable by the company to the fund and amounted to £67,082 (2011 £73,397) No contributions were payable to the fund at the balance sheet date

22 Operating lease commitments

As at 31 August the company had annual commitments under non-cancellable operating leases as follows

	Land and Buildings		Other	
	2012 £	2011 £	2012 £	2011 £
Expiry date				
Within 1 year	-	-		-
After more than 5 years	231,000	231,000		-

23 Related party transactions

The company has taken advantage of the exemption in Financial Reporting Standard Number 8 "related party transactions" from the requirement to disclose transactions with group companies on the grounds that consolidated financial statements are prepared by the ultimate parent company During the year the company paid rent amounting to £231,000 (2011 £327,500) to P M Llewellyn There were no other related party transactions in the year

24 Ultimate and immediate parent undertaking and controlling party

The company's immediate parent undertaking is Tidy Television Limited In the directors' opinion, the company's ultimate parent undertaking is ALL3MEDIA Holdings Limited ALL3MEDIA Holdings Limited is the parent undertaking of the smallest and largest group to consolidate these financial statements at 31 August 2012 Copies of its group financial statements, which include the company, are available from Berkshire House, 168-173 High Holborn, London WC1V 7AA

The ultimate controlling party at the balance sheet date was Permira Holdings Limited, a company which owns Permira Europe III G P Limited, the general partner of Permira Europe III

Notes to the financial statements for the year ended 31 August 2012 *(continued)*

25 Contingent liabilities

The company has entered into certain sale and leaseback transactions for television programme rights Amounts are held in deposit accounts as a result of these transactions and comprise monies to provide for the discharge of future leasing liabilities The contingent liability would only crystallise upon the failure of the bank holding the deposit The amounts involved are as follows

	31 August 2012	31 August 2011
	£	£
Amounts held on deposit	**405,011**	480,595
Less loans outstanding	**(405,011)**	(480,595)
	-	-
The maturity of the above amounts is as follows		
Less than one year	**84,898**	75,584
Two to five years	**320,113**	405,011
Over five years	**-**	-
	405,011	480,595

The company is a participant in a group banking arrangement under which all surplus cash balances are held as collateral for bank facilities advanced to group members In addition, the company has issued an unlimited guarantee to the bank to support these bank facilities Details of these facilities are disclosed in the All3Media Intermediate Limited financial statements which are publicly available