

Sony Music Entertainment UK Holdings Limited

Directors' report and financial statements

Registered number 3185450

31 March 2015

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Directors' report

The directors present their report and the audited financial statements of the company for the year ended 31 March 2015.

Principal activities

The principal activity of the company is that of an investment holding company.

Business review and results

The company made a loss for the financial year of £5,807,546 (2014: £8,225,580). The directors do not recommend the payment of a dividend (2014: *£nil*).

Key risks, uncertainties, opportunities and future prospects

The company holds investments in companies engaged in the music and entertainment industry which is undergoing a rapid change with a move away from distribution via physical media towards broader exploitation through digital and other business models. Key risks arise from impairment of investments and interest rate risk on borrowings. The companies in which investments are held are well placed to face the challenges and to take advantage of the opportunities which exist in the markets where they operate.

Key performance indicators (KPIs)

Given the straightforward nature of the business, the company's directors are of the opinion that analysis using KPIs is not necessary for an understanding of the development, performance or position of the business.

Directors

The directors of the company who were in office during the year and up to the date of signing the financial statements were:

William Rowe
Julie Swidler
Bert Schorer

None of the directors held an interest in the shares of the company or any other group undertaking at 31 March 2015 (2014: *none*).

Company Secretary

Abogado Nominees Limited and Simon Jenkins acted jointly and severally as company secretary during the year.

Directors' report *(continued)*

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 the profit or loss of the company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

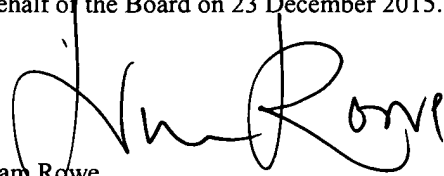
The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that its financial statements comply with the Companies 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.

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 them self aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the Board on 23 December 2015.


William Rowe
Director

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

Report on the financial statements

Our opinion

In our opinion Sony Music Entertainment UK Holdings Limited's financial statements ("the financial statements"):

- give a true and fair view of the state of the company's affairs as at 31 March 2015 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

What we have audited

The financial statements comprise:

- the Balance sheet as at 31 March 2015;
- the Profit and loss account for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

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.

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

Independent auditors' report to the members of Sony Music Entertainment UK Holdings Limited (continued)

Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

Entitlement to exemptions

Under the Companies Act 2006 we are required to report to you if, in our opinion, the directors were not entitled to: prepare financial statements in accordance with the small companies regime; take advantage of the small companies exemption in preparing the Directors' report; and take advantage of the small companies exemption from preparing a strategic report. We have no exceptions to report arising from this responsibility.

Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

As explained more fully in the Statement of directors' responsibilities 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 and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

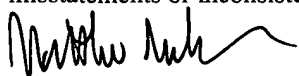
This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other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

What an audit of financial statements involves

We conducted our audit in accordance with ISAs (UK and Ireland). 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 director; 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 and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.



Matthew Mullins (Senior Statutory Auditor)
For and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
St Albans

23 December 2015

Profit and loss account

for the year ended 31 March 2015

	Note	Year ended 31 March 2015 £	Year ended 31 March 2014 £
Interest payable and similar charges	5	(6,378,680)	(10,392,016)
Operating loss		(6,378,680)	(10,392,016)
Other non-operating expense	3	(969,685)	(290,555)
Loss on ordinary activities before taxation		(7,348,365)	(10,682,571)
Tax on loss on ordinary activities	6	1,540,819	2,456,991
Loss for the financial year	12	(5,807,546)	(8,225,580)

Loss on ordinary activities for the year and prior year relate exclusively to continuing operations.

There is no difference between the loss as disclosed in the profit and loss account and the loss 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 within the profit and loss account.

The notes on pages 7 to 15 form part of these financial statements.

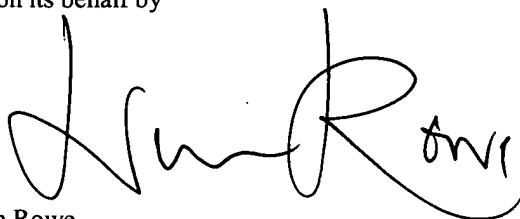
Balance sheet

as at 31 March 2015

	Note	31 March 2015 £	31 March 2014 £
Fixed assets			
Investments	7	581,581,083	581,581,083
Current assets			
Debtors	8	6,526,365	7,787,119
Creditors: amounts falling due within one year	9	(215,676,650)	(211,129,858)
Net current liabilities		(209,150,285)	(203,342,739)
Total assets less current liabilities		372,430,798	378,238,344
Creditors: amounts falling due after more than one year	9	(300,000,000)	(300,000,000)
Net assets		72,430,798	78,238,344
Capital and reserves			
Called up share capital	10	23,789,137	23,789,137
Share premium account	11	132,382,735	132,382,735
Profit and loss account	11	(83,741,074)	(77,933,528)
Total shareholders' funds	12	72,430,798	78,238,344

These financial statements have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements on pages 5 to 15 were approved by the Board of Directors on 23 December 2015 and signed on its behalf by



William Rowe
Director

Notes to the financial statements

(forming part of the financial statements)

1 Accounting policies

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

Basis of preparation

The financial statements have been prepared on the going concern basis, under the historical cost convention and in accordance with Companies Act 2006 and applicable accounting standards in the United Kingdom, and in accordance with the Financial Reporting Standards for Smaller Entities (effective April 2008) as applicable to financial statements prepared in accordance with the small companies regime of the Companies Act 2006.

Going concern

The company financial statements are prepared on a going concern basis. The company has net current liabilities of £209,150,285 (2014: £203,342,739). Current liabilities relate to amounts due to group undertakings in relation to which the directors are satisfied that these will not be repayable within the next twelve months. Accordingly, the financial statements have been prepared on a going concern basis.

Cash flow exemption

The company is exempt from the requirement of Financial Reporting Standard 1 (1996), 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.

Consolidation

The financial statements contain information about Sony Music Entertainment UK Holdings 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 financial statements of Sony Corporation, a company incorporated in Japan. The directors consider the financial statements 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 financial statements.

Investments

Investments are stated at cost less provision for any impairment. Impairment reviews are undertaken if there are indications that the investment carrying values may not be recoverable.

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 FRS 19.

Sony Music UK 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.

Notes to the financial statements (continued)

2 Staff numbers and employees

There were no persons employed by the company during the year (2014: nil) and consequently no staff costs (2014: £nil).

3 Operating Loss

	Year ended 31 March 2015 £	Year ended 31 March 2014 £
Operating Loss stated after charging		
Exchange Losses	63,217	290,555
Audit Fees	2,000	-
Stewardship fee	904,468	-
	<u> </u>	<u> </u>

The audit fee for the company is £2,000 (2014: £2,000). Last year, this fee was borne by the immediate subsidiary undertaking, Sony Music Entertainment UK Limited.

4 Remuneration of directors

The directors receive emoluments from the group for their services to the company and certain other subsidiaries in the group. The total emoluments are charged in the financial statements of the company's subsidiary undertakings, Sony Music Entertainment UK Limited and Sony Music Entertainment International Limited.

UK retirement benefits are accruing to 3 directors (2014: 3) under a money purchase pension scheme, and are charged in the financial statements of Sony Music Entertainment UK Limited and Sony Music Entertainment International Limited.

5 Interest payable and similar charges

	Year ended 31 March 2015 £	Year ended 31 March 2014 £
Interest payable to group companies	6,378,380	10,392,016
	<u> </u>	<u> </u>

The loan from the company's immediate parent company, SBME Holdings BV, carried an interest rate of 2.05% from 1 April 2014 to 30 June 2014 and then subsequently 2.14% from 1 July 2014 onwards; see note 9. With effect from 1 April 2014 intercompany balances between 100% members of the Sony Music Entertainment UK group were interest free (2014 applied interest of 2.02%).

Notes to the financial statements (continued)

6 Tax on loss on ordinary activities

Analysis of current tax credit for the year

	Year ended 31 March 2015 £	Year ended 31 March 2014 £
UK corporation tax at 21% (2014: 23%)	1,543,157	2,456,991
Adjustments in respect of prior year	(2,338)	-
Total current tax credit for the year	1,540,819	2,456,991

The tax credit assessed for the year is lower than (2014: equal to) the standard effective rate of corporation tax in the UK of 21% (2014: 23%). The differences are explained below:

	Year ended 31 March 2015 £	Year ended 31 March 2014 £
Loss on ordinary activities before taxation	7,348,365	10,682,571
Loss on ordinary activities multiplied by standard effective rate of corporation tax in the UK of 21% (2014: 23%)	1,543,157	2,456,991
<i>Effects of:</i>		
Adjustments in respect of previous years	(2,338)	-
Total current tax charge / (credit)	1,540,819	2,456,991

Factors affecting current and future tax charges:

Legislation to reduce the main rate of corporation tax from 21% to 20% from 1 April 2015 was substantively enacted on 2 July 2013.

The company has trading losses and non trading loan relationship deficits carried forward of £1,695,778 (2014: £1,695,778). No deferred tax asset has been recognised in respect of these deficits as at 31 March 2015 (2014: £nil), as it is considered more likely than not that there will not be suitable profits in future years against which to relieve them.

Relief for these deficits will only be obtained if there are suitable profits in future years.

The potential deferred tax asset unrecognised as at 31 March 2015 is £339,156 (2014: £339,156).

Notes to the financial statements (continued)

7 Investments

	Subsidiary undertaking £
Cost	
At 1 April 2014 and at 31 March 2015	582,761,083
Provisions for impairment	
At 1 April 2014 and at 31 March 2015	(1,180,000)
Net book value	
At 31 March 2015	581,581,083
At 31 March 2014	581,581,083

The directors believe that the carrying value of the investments is supported by their underlying businesses and assets.

The company has the following related undertakings, all of which are incorporated in Great Britain and wholly owned except where otherwise indicated. All companies are unlisted.

Name of company	Country of incorporation	Class and percentage shares held
Direct Related Undertakings		
Sony Music Entertainment UK Limited	U.K.	100% ordinary share capital
Sony Music Entertainment International UK Limited	U.K.	100% ordinary share capital
Direct Related Undertakings - Sony Music Entertainment UK Limited		
4 Tunes Music Publishing Limited	U.K.	100% ordinary share capital
Blue Sky Music Limited	U.K.	100% ordinary share capital
Charriet Music Limited	U.K.	100% ordinary share capital
Cheeky Records Limited	U.K.	100% ordinary share capital
Conifer Records Limited	U.K.	100% ordinary share capital
Creation Records Limited	U.K.	100% ordinary share capital
Deconstruction Limited	U.K.	100% ordinary share capital
Dedicated Limited	U.K.	100% ordinary share capital
Global Television Limited	U.K.	100% ordinary share capital
Hansa Production Limited	U.K.	100% ordinary share capital
Indolent Records Limited	U.K.	100% ordinary share capital
Logic Records (UK) Limited	U.K.	100% ordinary share capital
Multitone Records Limited	U.K.	100% ordinary share capital
My Play Direct International Limited	U.K.	100% ordinary share capital
Phonogenic Limited	U.K.	100% ordinary share capital
Salli Isaak Limited	U.K.	100% ordinary share capital
Siro Live Limited	U.K.	100% ordinary share capital
Sony Music Entertainment Eurodisc Limited	U.K.	100% ordinary share capital
Sony Music Entertainment Ireland Limited	Ireland	100% ordinary share capital
Sony Music Interactive Video Limited	U.K.	100% ordinary share capital
UFA Video & Media (UK) Limited	U.K.	100% ordinary share capital
Vogelcourt Limited	U.K.	100% ordinary share capital
Zomba Records Limited	U.K.	100% ordinary share capital

Notes to the financial statements (continued)

7 Investments (continued)

Direct Joint Ventures

Syco Entertainment Limited (50%)	U.K.	100% A class share capital
Sign of The Times Records Limited (51%)	U.K.	51% ordinary share capital

Joint Arrangements

Now That's What I Call Music LLP (50%)	U.K.	50% membership interest
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Associated Undertakings

Black Butter Limited (49%)	U.K.	100% B class share capital
Lissie & Co Limited (25%)	U.K.	25% ordinary share capital

Indirect Related Undertakings - Sony Music Entertainment UK Limited

(a) Sony Music Entertainment Eurodisc Limited (100%) subsidiaries

Ariola Music Limited	U.K.	100% ordinary share capital
Sony Music Entertainment Ariola Records Limited	U.K.	100% ordinary share capital
Sony Music Entertainment Arista Records Limited	U.K.	100% ordinary share capital

(b) Zomba Records Limited (100%) subsidiaries

Coombe Music International Limited	U.K.	100% ordinary share capital
Micrometro Limited	U.K.	100% ordinary share capital
Music For Nations Limited	U.K.	100% ordinary share capital
Silvertone Records Limited	U.K.	100% ordinary share capital
Zomba Recording Services Limited	U.K.	100% ordinary share capital

(c) Syco Entertainment Limited (50%) subsidiaries

Crystal Entertainment Limited (50%)	U.K.	100% ordinary share capital
Maidmetal Limited (50%)	U.K.	100% A class share capital
Maidmetal Entertainment Limited (50%)	U.K.	100% ordinary share capital
Ronagold Limited (50%)	U.K.	100% ordinary share capital
Simco Limited (50%)	U.K.	100% A class share capital
Syco Touring Limited (50%)	U.K.	100% ordinary share capital
Syco Entertainment Inc. (50%)	USA	100% ordinary share capital

Indirect Joint Ventures

Syco Entertainment Limited (50%) joint ventures

Over The Top Productions Limited (35%)	U.K.	70% ordinary share capital
Triple Strings Limited (25%)	U.K.	50% B class share capital
X F Musical Limited (21%)	U.K.	42.5% A class share capital
X F Musical West End Limited (25%)	U.K.	50% ordinary share capital
Musica Entertainment LLC	USA	50% membership interest

Notes to the financial statements (continued)

7 Investments (continued)

Direct Related Undertakings - Sony Music Entertainment International Limited

Sony Music Entertainment Austria GmbH	Austria	100% ordinary share capital
Sony Music Entertainment Belgium N.V.	Belgium	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	100% 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. Z.O.O.	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	99.96% ordinary share capital
Sony Music Entertainment France SAS	France	100% ordinary share capital
Sony Music Entertainment Taiwan	Taiwan	100% ordinary share capital

Associate Undertakings

Duzy Dom Dystyrbucyjny Sp. Z.O.O.	Poland	33.3% ordinary share capital
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Market Investments

Spotify Technology SA	Luxembourg
Omnifone Limited	U.K.

Indirect Related Undertakings - Sony Music Entertainment International Limited

(a) Sony Music Entertainment Denmark AS (100%) subsidiaries

Disco: wax	Denmark	48% ordinary share capital
Mermaid Records ApS	Denmark	51% ordinary share capital

(b) Sony Music Entertainment Finland OY (100%) subsidiaries

A-Duuri OY (20%)	Finland	20% ordinary share capital
Auraviihde OY (100%)	Finland	100% ordinary share capital
Ohjelmatoimisto Oktaavi OY (100%)	Finland	100% ordinary share capital
Sakara-Tuotanto Oy (39%)	Finland	39% ordinary share capital

(c) Sony Music Entertainment Germany GmbH (100%) subsidiaries

105 Music GmbH	Germany	100% ordinary share capital
B1 Recordings GmbH	Germany	51% ordinary share capital
Bucardo Kunst- und Kulturproduktionen GmbH	Germany	100% ordinary share capital
DEAG Classics AG	Germany	49% ordinary share capital
Four Music Productions GmbH	Germany	100% ordinary share capital
Gold Entertainment GmbH	Germany	50% ordinary share capital
Hansa Music Entertainment GmbH	Germany	100% ordinary share capital
MEDIA KULTUR KÖLN Projektentwicklungs- und Veranstaltungs GmbH	Germany	30% ordinary share capital
MTS Management Tone Stallmeyer GmbH	Germany	75% ordinary share capital
New Talents AG	Germany	100% ordinary share capital
Sony Music Entertainment International Services GmbH	Germany	100% ordinary share capital

Notes to the financial statements (continued)

7 Investments (continued)

(d) Sony Music Entertainment Italy SPA (100%) subsidiaries

Heinz Music SRL	Italy	50% ordinary share capital
PDU S.A.	Switzerland	100% ordinary share capital

(e) Sony Music Entertainment Norway AS (100%) subsidiaries

Feelgood Scene Film og TV AS	Norway	51% ordinary share capital
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(f) Sony Music Entertainment Sweden AB (100%) subsidiaries

EVA Records HB	Sweden	25% ordinary share capital
Family Tree Music AB	Sweden	51% ordinary share capital

(g) Sony Music Entertainment Switzerland GmbH (100%) subsidiaries

Phononet AG	Switzerland	25% ordinary share capital
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(h) Sony Music Entertainment Taiwan (100%) subsidiaries

Cosmo Music Co. Ltd.	Taiwan	100% ordinary share capital
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(i) Sony Music Entertainment France SAS (100%) subsidiaries

AVREP SA	France	98.8% ordinary share capital
Les Vergers SAS	France	100% ordinary share capital
Arachnee Productions SAS	France	100% ordinary share capital
Transit SARL	France	100% ordinary share capital
Sa Majesté Productions SAS	France	67% ordinary share capital
Un Plan Simple SAS	France	20.13% ordinary share capital
WATI B SAS	France	30% ordinary share capital
WATI B PROD SAS	France	30% ordinary share capital
WLG SAS	France	33.33% ordinary share capital

Notes to the financial statements (continued)

8 Debtors

	31 March 2015 £	31 March 2014 £
Group relief debtor	6,526,365	7,787,119
	<u>6,526,365</u>	<u>7,787,119</u>

9 Creditors

	31 March 2015 £	31 March 2014 £
<i>Amounts falling due within one year:</i>		
Amounts owed to group undertakings:		
Sony Global Treasury Services	15,125,608	28,196,290
All other amounts owed to group undertakings	200,551,042	182,933,569
	<u>215,676,650</u>	<u>211,129,858</u>
<i>Amounts falling due after more than one year:</i>		
Amounts owed to group undertakings	300,000,000	300,000,000
	<u>515,676,650</u>	<u>511,129,858</u>

Within the £515,676,650 is an amount of £300,000,000 which is a loan from its parent company, SBME Holdings BV in the Netherlands. The loan is due for repayment on 31 March 2017. The interest rate changed during the year from 2.05% to 2.14% with effect from 1 July 2014.

10 Called up share capital

	31 March 2015 £	31 March 2014 £
<i>Allotted and fully paid:</i>		
23,789,137 (2014 : 23,789,137) ordinary shares of £1 each	23,789,137	23,789,137
	<u>23,789,137</u>	<u>23,789,137</u>

Notes to the financial statements (continued)

11 Reserves

	Share Premium account £	Profit and Loss account £	Total £
Opening balance at 1 April 2014	132,382,735	(77,933,528)	54,449,207
Loss for the financial year	-	(5,807,546)	(5,807,546)
	<hr/>	<hr/>	<hr/>
Closing balance at 31 March 2015	132,382,735	(83,741,074)	48,641,661
	<hr/>	<hr/>	<hr/>

12 Reconciliation of movements in shareholders' funds

	Year ended 31 March 2015 £	Year ended 31 March 2014 £
Opening shareholders' funds	78,238,344	86,463,924
Loss for the financial year	(5,807,546)	(8,225,580)
	<hr/>	<hr/>
Closing shareholders' funds	72,430,798	78,238,344
	<hr/>	<hr/>

13 Related party transactions

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

14 Immediate and ultimate parent company

The company's immediate parent company is SBME Holdings B.V., a company incorporated in the Netherlands. The ultimate parent undertaking and controlling party is Sony Corporation, which is the parent undertaking of the smallest and largest group to consolidate these financial statements. Copies of Sony Corporation consolidated financial statements can be obtained from 7-1, Konan 1-chome, Minato-ku, Tokyo, 108-0075.