

Company registration number: 03617464

# Shed Media Limited

Annual Report and Financial Statements

for the Year Ended 31 December 2018



## **Shed Media Limited**

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## **Shed Media Limited**

### **Company Information**

<b>Directors</b>	W A Ogilvie R Goes
<b>Registered office</b>	Warner House 98 Theobald's Road London WC1X 8WB
<b>Auditor</b>	Ernst & Young LLP 1 More London Place London SE1 2AF
<b>Banker</b>	Barclays Bank PLC 8/9 Hanover Square London W1A 4ZW

## Shed Media Limited

### Strategic Report for the Year Ended 31 December 2018

The directors present their Strategic Report for the year ended 31 December 2018. In preparing this Strategic Report, the directors have complied with section 414c of the Companies Act 2006.

#### Principal activity

The company's principal activity is and will continue to be that of an intermediate holding company to a group which develops, produces, and exploits television programmes.

#### Results

The profit for the year after taxation amounted to £5,546,000 (2017 loss for the year after taxation - £(815,000)).

#### Review of the business and KPIs

The company's key financial and other performance indicators during the year were as follows:

	Unit	2018	2017
Operating profit/(loss)	£'000	(347)	(938)
Profit/(loss) for the financial year	£'000	5,546	(815)
Equity shareholders' funds	£'000	28,454	30,508

The company's operating loss decreased year on year by 63% owing to less impairment being charged during the year. The company made a profit for the financial year, as opposed to a loss in the prior year, owing to higher dividends received during the year.

The company's equity shareholders' funds decreased year on year by 7% due to dividends paid during the year.

#### Principal risks and uncertainties

An analysis of the risks and uncertainties of the AT&T Inc. group are discussed in the group's Annual Report which is publicly available.

As a holding company, the principal risks and uncertainties facing the company relate to its subsidiaries as a group and are detailed below.

The popularity of content is difficult to predict and can change rapidly, and low public acceptance of the company's content will adversely affect its results. The revenues derived from the sale, distribution and licensing of television programming, feature films, videogames and other content depend primarily on widespread public acceptance of that content, which is difficult to predict and can change rapidly. The company must invest substantial amounts in the marketing of its content before it learns whether such content will reach anticipated levels of popularity with consumers. The popularity of the company's content depends on many factors, only some of which are within the company's control.

Low ratings for television programming produced by the group may lead to the cancellation of a programme and can negatively affect future license fees for the cancelled programme. If the group decides to no longer air programming due to low ratings or other factors, the group could incur significant programming impairments, which could have material adverse effect on the group's results of operations in a given period.

## Shed Media Limited

### Strategic Report for the Year Ended 31 December 2018 (continued)

#### Principal risks and uncertainties (continued)

If the company fails to compete successfully against alternative sources of entertainment, there may be an adverse effect on the company's results. The company competes with other sources of entertainment, including television, premium pay television services, SVOD, and other OTT services, feature films, the Internet, home entertainment products, videogames, social networking and pirated content, for consumers' leisure and entertainment time and discretionary spending. The increased number of media and entertainment choices available to consumers has made it much more difficult to attract and obtain their attention and time.

The company is subject to a variety of laws and regulations. The company could incur significant costs to comply with new laws or regulations or substantial penalties or other liabilities if it fails to comply with them. Compliance with new laws or regulations could also cause the company to change or limit its business practices in a manner that is adverse to its business.

At regular intervals since the referendum in 2016, the company has identified and assessed various business risks arising from the UK's potential exit from the European union. Based on what the company knows to date, and given the many continuing uncertainties surrounding Brexit, the company believes that it has mitigated the identified risks as best it can in the circumstances. Management has reviewed significant supply chains, likely staffing impacts, software requirements and tax reporting requirements used in the company's operations and, where possible and where relevant, similar operations of its key business partners.

Particular attention has been given to those areas that could cause an immediate impact to the company's business, such as the importation of physical products into the UK, distance sales that would become exports and possible staffing issues. Simplifications such as postponed VAT accounting on imports have been reviewed and, where necessary, EORI numbers and Transitional Simplified Procedure numbers have been applied for. Legal services have been engaged to assist staff who are known European Union nationals.

Management has also considered currency risks and opportunities due to ultimate parent company reporting in USD. Whilst revenue and profit reporting in USD would be harmed by a weaker GBP, this would be partially offset by GBP investment in infrastructure and UK film and television productions elsewhere in the Group.

On behalf of the Board



W A Ogilvie  
Director

Date: **23 SEP 2019**

## **Shed Media Limited**

### **Directors' Report for the Year Ended 31 December 2018**

The directors present their annual report on the affairs of Shed Media Limited ("the company") together with the financial statements for the year ended 31 December 2018.

#### **Dividends**

Dividends of £7,600,000 were paid during the year (2017 - £nil).

#### **Ownership change**

On 14 June 2018, AT&T Inc. acquired the previous ultimate parent undertaking Warner Media LLC, (formerly Time Warner Inc.) and became the ultimate parent undertaking.

#### **Going concern**

No material uncertainties that cast significant doubt about the ability of the company to continue as a going concern have been identified by the directors. On the basis of their assessment of the company's financial position, the company's directors have a reasonable expectation that the company will be able to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

#### **Directors of the company**

Except as noted below, the following were directors of the company who served throughout the year and were still directors at the date of this report:

W A Ogilvie

R Goes

The Articles of Association do not require directors to retire either by rotation or in the year of appointment.

#### **Directors qualifying third party indemnity provisions**

The company may indemnify one or more directors of the company against liability in respect of proceedings brought by third parties, subject to the conditions set out in the Companies Act 2006 and the company may purchase insurance for this purpose. AT&T Inc. has purchased a directors and officers liability insurance policy for the benefit of the company and its directors and such policy was in force during the year and is in force as at the date of approving the Directors' Report.

#### **Disclosure of information to the auditor**

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

- so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- 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 auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of section 418 of the Companies Act 2006.

## **Shed Media Limited**

### **Directors' Report for the Year Ended 31 December 2018 (continued)**

#### **Auditor**

Pursuant to section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and Ernst & Young LLP will continue in office.

On behalf of the Board



W A Ogilvie  
Director

Date: **23 SEP 2019**

## **Shed Media Limited**

### **Statement of Directors' Responsibilities**

The directors are responsible for preparing the Strategic Report, Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law, the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

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

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.



## **Shed Media Limited**

### **Independent Auditor's Report to the Members of Shed Media Limited**

#### **Opinion**

We have audited the financial statements of Shed Media Limited (the 'company') for the year ended 31 December 2018, which comprise the Statement of Income and Retained Earnings, Statement of Financial Position, and notes 1 to 13, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the company's affairs as at 31 December 2018 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.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report below. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

## **Shed Media Limited**

### **Independent Auditor's Report to the Members of Shed Media Limited (continued)**

#### **Other information**

The other information comprises the information included in the annual report, (set out on pages 2 to 5), other than the financial statements and our auditor's report thereon. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact. We have nothing to report in this regard.

#### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Directors' Report have been prepared in accordance with applicable legal requirements.

#### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and the Directors' Report.

We have nothing to report in respect of the following matters in relation to which 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.

#### **Responsibilities of directors**

As explained more fully in the Statement of Directors' Responsibilities (set out on page 6), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

## Shed Media Limited

### Independent Auditor's Report to the Members of Shed Media Limited (continued)

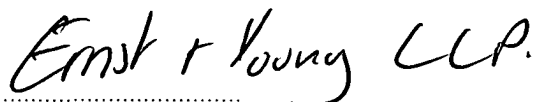
#### Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

#### Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



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

Date: 25/9/19

## Shed Media Limited

### Statement of Income and Retained Earnings for the Year Ended 31 December 2018

	Note	Year ended 31 December 2018 £ 000	Year ended 31 December 2017 £ 000
Administrative expenses		37	(79)
Impairment of investment	2, 7	<u>(384)</u>	<u>(859)</u>
<b>Operating Loss</b>	2	(347)	(938)
Income from investments	4	5,889	122
Interest receivable and similar income	5	<u>4</u>	<u>1</u>
<b>Profit/(loss) on ordinary activities before taxation</b>		5,546	(815)
Taxation on profit/(loss) on ordinary activities	6	<u>-</u>	<u>-</u>
<b>Profit/(loss) for the financial year</b>		5,546	(815)
Retained earnings at 1 January		30,505	31,320
Dividends paid	11	<u>(7,600)</u>	<u>-</u>
<b>Retained earnings at 31 December</b>		<u><u>28,451</u></u>	<u><u>30,505</u></u>


The notes on pages 12 to 19 form an integral part of these financial statements.

# Shed Media Limited

## Statement of Financial Position as at 31 December 2018

	Note	31 December 2018 £ 000	31 December 2017 £ 000
<b>Fixed assets</b>			
Investments	7	28,234	28,618
<b>Current assets</b>			
Debtors	8	-	154
Cash at bank and in hand		274	1,817
		<u>274</u>	<u>1,971</u>
<b>Creditors:</b> Amounts falling due within one year	9	<u>(54)</u>	<u>(81)</u>
<b>Net current assets</b>		<u>220</u>	<u>1,890</u>
<b>Net assets</b>		<u>28,454</u>	<u>30,508</u>
<b>Capital and reserves</b>			
Called up share capital	10	3	3
Profit and loss account		<u>28,451</u>	<u>30,505</u>
<b>Total shareholder's funds</b>		<u>28,454</u>	<u>30,508</u>

Approved by the Board and signed on its behalf by:

  
 .....  
 W A Ogilvie  
 Director

Date: **23 SEP 2019**

Company registration number: 03617464

The notes on pages 12 to 19 form an integral part of these financial statements.

## **Shed Media Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2018**

#### **1 Accounting policies**

##### ***a) Statement of compliance***

Shed Media Limited is a limited liability company incorporated in England. The Registered Office is 98 Theobald's Road, London, WC1X 8WB.

The company's financial statements have been prepared in compliance with FRS 102 as it applies to the financial statements of the company for the year ended 31 December 2018.

##### ***b) Basis of preparation***

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

The financial statements are prepared in sterling which is the functional currency of the company and rounded to the nearest £'000.

The company has taken advantage of the exemption from the requirement to prepare consolidated financial statements available under s401 of the Companies Act 2006, as it is a wholly-owned subsidiary undertaking of AT&T Inc., a company incorporated in the United States of America, which prepares publicly available consolidated financial statements (see note 13).

##### **Going concern**

No material uncertainties that cast significant doubt about the ability of the company to continue as a going concern have been identified by the directors. On the basis of their assessment of the company's financial position, the company's directors have a reasonable expectation that the company will be able to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

##### **Statement of cash flows**

The company has taken advantage of the exemption in FRS 102.1.12(b) Reduced disclosures for subsidiaries. A statement of cashflows has not been prepared as the company is a member of a group where the parent, AT&T Inc., prepares publicly available consolidated financial statements and the company is included in the consolidation (see note 13).

##### **Related parties**

The company has taken advantage of the exemption in FRS 102.1.12(e) Reduced disclosures for subsidiaries. Key management remuneration has not been disclosed as the company is a member of a group where the parent, AT&T Inc., prepares publicly available consolidated financial statements and the company is included in the consolidation (see note 13).

The company has taken advantage of the exemption in FRS 102.33.1A not to disclose related party transactions with fellow wholly-owned subsidiary undertakings of AT&T Inc., which prepares publicly available consolidated financial statements (see note 13).

## **Shed Media Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2018 (continued)**

#### **1 Accounting policies (continued)**

##### ***c) Judgements and key sources of estimation uncertainty***

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the statement of financial position date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. The following judgements (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements.

##### **Impairment of investments**

The company makes an estimate of the recoverable value of its investments. When assessing impairments of its investments, management considers factors including the current performance and liquidity of the investments, future prospects for the investments, and market conditions.

##### **Taxation**

The company recognises liabilities for anticipated uncertain corporation tax positions based on reasonable estimates of whether additional taxes will be due and the timing of those additional taxes. Further details are contained in note 6.

Management estimation is required to determine the amount of deferred tax assets that can be recognised, based upon likely timing and level of future taxable profits.

##### ***d) Significant accounting policies***

##### **Deferred taxation**

Deferred tax is recognised without discounting in respect of all timing differences which are differences between taxable profits and total comprehensive income that arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements. Deferred tax assets are only recognised to the extent that they are considered recoverable against future taxable profits.

##### **Interest receivable and payable**

Interest income and expense are recognised on an accruals basis.

##### **Dividend income**

Dividend income is recognised when the right to receive payment is established.

##### **Investments**

Investments are stated at cost less provision for impairments.

# Shed Media Limited

## Notes to the Financial Statements for the Year Ended 31 December 2018 (continued)

### 2 Operating loss

This is stated after charging/(crediting):

	Year ended 31 December 2018 £ 000	Year ended 31 December 2017 £ 000
Impairment of investment in subsidiary undertaking (see note 7)	<u>384</u>	<u>859</u>

The company had no employees in the current or prior year.

Audit fees of £8,000 for the current and prior year were borne by a fellow group undertaking.

### 3 Directors' remuneration

The directors of the company are also directors of, and are paid by, other companies in the group in the current and prior year. They have minimal qualifying services to the company and receive no remuneration in respect of the company.

### 4 Income from Investments

	2018 £ 000	2017 £ 000
Dividends received from group undertakings	<u>5,889</u>	<u>122</u>
	<u>5,889</u>	<u>122</u>

### 5 Interest receivable and similar income

	2018 £ 000	2017 £ 000
Interest receivable from group undertakings	<u>4</u>	<u>1</u>
	<u>4</u>	<u>1</u>



## Shed Media Limited

### Notes to the Financial Statements for the Year Ended 31 December 2018 (continued)

#### 6 Taxation

a) There is no tax charge on the results for the current or preceding tax year.

b) Factors affecting the total tax charge:

The standard rate of current tax for the year, based on the UK standard rate of corporation tax is 19% (2017 - 19.25%).

The tax charge for the year differs from the standard rate for the reasons in the reconciliation below:

	Year ended 31 December 2018 £ 000	Year ended 31 December 2017 £ 000
Profit/(loss) before tax	5,546	(815)
Corporation tax at standard rate	1,054	(157)
Loss on impairment of investment not allowable	73	165
Disallowable expenses	-	15
Write back of provision not taxable	(6)	-
Group relief received for nil consideration	(2)	-
Non taxable dividends	(1,119)	(23)
Total tax charge/(credit) (see note 6(a) above)	-	-

c) Factors affecting future tax charges

The Finance Act 2016 included legislation to reduce the main rate of corporation tax from 19% to 17% from 1 April 2020. It is not yet possible to quantify the impact of this rate change upon current tax.

## Shed Media Limited

### Notes to the Financial Statements for the Year Ended 31 December 2018 (continued)

#### 7 Investments

Subsidiaries	Investments in subsidiary undertakings £ 000
<b>Cost</b>	
At 31 December 2017	79,281
At 31 December 2018	79,281
<b>Amounts provided</b>	
At 31 December 2017	50,663
Impairment charge	384
At 31 December 2018	51,047
<b>Net book value:</b>	
At 31 December 2018	28,234
At 31 December 2017	28,618

The directors have performed an assessment of the carrying value of investments and recognised an impairment loss on one subsidiary.

#### Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of registration	Holding	Proportion of voting rights and shares held 2018	2017
WBTVP UK Pictures Limited (previously Headstrong Pictures Limited)^	England and Wales	Ordinary £1 shares	100%	100%
Twenty Twenty Production Services Limited (previously Twenty Twenty Kids Limited)^		Ordinary £1 shares	100%	100%
WBTVP UK Pictures (WR) Limited (previously Headstrong Pictures (WR) Limited)^	England and Wales	Ordinary £1 shares	100%	100%

## Shed Media Limited

### Notes to the Financial Statements for the Year Ended 31 December 2018 (continued)

#### 7 Investments (continued)

Ricochet Limited^		Ordinary £1 shares	100%	100%
	England and Wales			
Ricochet Productions Limited**		Ordinary £1 shares	100%	100%
	England and Wales			
Twenty Twenty Productions Limited^		Ordinary £0.01 shares	100%	100%
	England and Wales			
Twenty Twenty Brighton Limited**		Ordinary £1 shares	100%	100%
	England and Wales			
Wall to Wall (Holdings) Limited^		Ordinary £0.10 shares	100%	100%
	England and Wales			
Wall to Wall South Limited**		Ordinary £1 shares	100%	100%
	England and Wales			
Wall to Wall Media Limited**		Ordinary £1 shares	100%	100%
	England and Wales			
New Tricks TV Productions Limited**		Ordinary £1 shares	100%	100%
	England and Wales			
Wall to Wall Television Limited**		Ordinary £1 shares	100%	100%
	England and Wales			
Warner Bros. TV Production Services Limited (previously Wall to Wall Productions Limited)**		Ordinary £1 shares	100%	100%
	England and Wales			
Wall to Wall Drama Limited**		Ordinary £1 shares	100%	100%
	England and Wales			
Shed Media Scotland Limited^		Ordinary £1 shares	100%	100%
	England and Wales			
Watershed Television Limited^		Ordinary £1 shares	100%	100%
	England and Wales			
WBTVPUK WGA Writers Limited^		Ordinary £1 shares	100%	100%
	England and Wales			
Outright Distribution Limited^		Ordinary £1 shares	100%	100%
	England and Wales			
Shed Productions (Jailbirds) Limited^		Ordinary £1 shares	100%	100%
	England and Wales			
Genealogy Events Limited* ^		Ordinary £1 shares	22.5%	22.5%
	England and Wales			
Shed Productions (Extra Time) Limited^		Ordinary £1 shares	100%	100%
	England and Wales			

## Shed Media Limited

### Notes to the Financial Statements for the Year Ended 31 December 2018 (continued)

#### 7 Investments (continued)

\* Held (directly or indirectly) by a subsidiary undertaking. Proportion of voting rights and shares held represents the effective holding.

^ The registered office is Warner House, 98 Theobald's Road, London, WC1X 8WB.

^^ The registered office is Vineyard House 44 Brook Green Hammersmith, London, W6 7BT.

The principal activity of WBTVPUK Pictures Limited (previously Headstrong Pictures Limited)^ is TV production

The principal activity of Twenty Twenty Production Services Limited (previously Twenty Twenty Kids Limited)^ is TV production

The principal activity of WBTVPUK Pictures (WR) Limited (previously Headstrong Pictures (WR) Limited)^ is TV production

The principal activity of Ricochet Limited^ is TV production

The principal activity of Ricochet Productions Limited^^ is TV production

The principal activity of Twenty Twenty Productions Limited^ is TV production

The principal activity of Twenty Twenty Brighton Limited^^ is TV production

The principal activity of Wall to Wall (Holdings) Limited^ is holding company

The principal activity of Wall to Wall South Limited^^ is TV production

The principal activity of Wall to Wall Media Limited^^ is TV production

The principal activity of New Tricks TV Productions Limited^^ is TV production

The principal activity of Wall to Wall Television Limited^^ is TV production

The principal activity of Warner Bros. TV Production Services Limited (previously Wall to Wall Productions Limited)^^ is TV production

The principal activity of Wall to Wall Drama Limited^^ is dormant

The principal activity of Shed Media Scotland Limited^ is dormant

The principal activity of Watershed Television Limited^ is TV production

The principal activity of WBTVPUK WGA Writers Limited^ is TV production

The principal activity of Outright Distribution Limited^ is dormant

The principal activity of Shed Productions (Jailbirds) Limited^ is dormant

The principal activity of Genealogy Events Limited\* ^^ is Production of live entertainment events

The principal activity of Shed Productions (Extra Time) Limited^ is dormant

#### 8 Debtors

	31 December 2018 £ 000	31 December 2017 £ 000
Other debtors	-	1
Amounts owed by group undertakings	-	153
	<u>-</u>	<u>154</u>

## Shed Media Limited

### Notes to the Financial Statements for the Year Ended 31 December 2018 (continued)

#### 9 Creditors: amounts falling due within one year

	2018 £ 000	2017 £ 000
Due to group undertakings	<u>54</u>	<u>81</u>

#### 10 Called up share capital

##### Issued, allotted, called up and fully paid

	2018		2017	
	Number	£ 000	Number	£ 000
Ordinary shares of £0.001 each	2,868,001	3	2,868,001	3

#### 11 Dividends

	2018 £ 000	2017 £ 000
Ordinary dividends paid	<u>7,600</u>	<u>-</u>

#### 12 Contingent liabilities

The company has entered into a group composite accounting agreement with its bankers. The terms of the agreement permit the bankers, without notice, to draw down funds deposited into the system, and to offset borrowings drawn down from the system by other group members who are also parties to these arrangements. At the statement of financial position date, funds deposited by the company into the system, and potentially at risk to cover liabilities elsewhere in the group, amounted to £274,000 (2017 - £1,817,000).

#### 13 Ultimate parent undertaking

The company's immediate parent undertaking is Warner Bros. Television Production UK Limited.

Until 14 June 2018 Time Warner Inc., a company incorporated in the United States of America, was the ultimate parent undertaking and the parent undertaking of the smallest and largest group of undertakings of which the company is a member and for which group financial statements are drawn up.

On 14 June 2018, AT&T Inc., a company incorporated in the United States of America, acquired Time Warner Inc., which was renamed Warner Media, LLC, in a merger transaction that resulted in Warner Media, LLC becoming a direct subsidiary of AT&T Inc., and AT&T Inc. became the ultimate parent undertaking.