

**StudioCanal Limited**  
**(formerly Optimum Releasing Limited)**

Directors' report and financial  
statements

Registered Number: 03647235

Year ended 31 December 2012

TUESDAY



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## Directors' report

Registered Number 03647235

The directors present their report and financial statements for the year ended 31 December 2012

### Principal activities

The principal activity of the company is that of motion picture and video distribution

### Business review

The results for the year are shown on page 7. Revenues rose by £3.5m to £66.7m for the year ended 31 December 2012, driven by the continued exploitation of StudioCanal's portfolio of film rights. Theatrical revenues fell to £5.3m from £12.2m as a result of challenging market conditions. Despite this, "Mirror Mirror" was a key success, achieving almost £8m in box office receipts. Revenues from Home Entertainment decreased to £29.3m (2011: £34.9m) corresponding to the box office decrease and the continued decline in the home video market. TV, Video On Demand and Electronic Sell Through revenues increased to £30.8m (2011: £15.6m), continuing to benefit from a significant Streaming Video on Demand deal and strong Free TV sales.

The gross profit for the year ended 31 December 2012 amounted to £3.0m (2011: £10.4m). The decrease in gross profit reflects the performance of the theatrical releases.

The directors do not recommend the payment of a dividend (2011: £nil).

### Future developments

The directors expect to continue the development of the company's business in the forthcoming year and take advantage of opportunities arising in Digital and New Media technology.

### Financial risk management

The company's operations expose it to the following risks:

- (i) **Piracy:** The media industry continues to be affected adversely by the issue of piracy. The directors take all necessary steps to protect the Company's intellectual property.
- (ii) **Competition:** The market in which the Company operates remains highly competitive. Although the margins on physical media such as DVD are under pressure, new media formats and distribution channels provide significant growth opportunities.
- (iii) **Credit risk:** The exposure to credit risk is continually monitored by management. The directors consider that an appropriate level of credit insurance is in place.
- (iv) **Foreign exchange risk:** The Company is exposed to foreign currency risk on sales and purchases that are denominated in currencies other than sterling. The Company co-ordinates with the Group treasury function to mitigate this risk, including the use of currency hedging instruments as appropriate.

Given the size of the company, the directors have not delegated the responsibility of monitoring the financial risk management to a sub-committee of the board. The policies set by the board of directors are implemented by the company's finance department.

## **Directors' report (continued)**

### **Going concern**

The directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

The Company is supported in terms of cash flow by the parent company, StudioCanal S.A. in the form of an intercompany loan. The Company has received a letter of support from StudioCanal S.A. indicating that it is its present intention not to request repayment of the outstanding loan balance at 31 December 2012 of £37.3m for the foreseeable future, and in any event for a period of no less than twelve months from the date of approval of these financial statements.

### **Directors**

The directors, who served throughout the year, are as follows:

R Bessi  
R Buet (Resigned 11 July 2012)  
W J Clarke (Resigned 11 July 2012)  
O Courson  
P J Higgins (Resigned 11 July 2012)  
D K Perkins  
G De Verges (Resigned 11 July 2012)  
James Forde (Appointed 11 July 2012)  
Stephen Murphy (Appointed 11 July 2012)  
Sylvie Arnould (Appointed 11 July 2012)

### **Political and charitable contributions**

The company made no political contributions during the year. Donations to UK charities amounted to £243 (2011: £13,675).

### **Dividends**

The directors do not recommend the payment of a dividend (2011: Nil).

### **Disclosure of information to auditors**

The directors who held office at the date of approval of the 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 he/she ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

### **Auditors**

The appointed auditors are KPMG LLP. Pursuant to Section 487 of the Companies Act 2006, the auditors will be deemed to be reappointed and KPMG LLP will therefore continue in office.

By order of the board



*James Forde*  
Director  
StudioCanal Limited  
Registered Number 03647235

08<sup>th</sup> March 2013

## **Statement of directors' responsibilities in respect of the Directors' Report and the financial statements**

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

Company law requires the Directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice)

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 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 judgements and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business

The Directors 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities



**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF STUDIOCANAL LIMITED (formerly Optimum Releasing Limited)**

We have audited the financial statements of StudioCanal Limited for the year ended 31 December 2012 set out on pages 7 to 18. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

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 auditors' 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.

**Respective responsibilities of directors and auditors**

As explained more fully in the Directors' Responsibilities Statement set out on page 5, 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 (APB's) Ethical Standards for Auditors.

**Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the APB's website at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm).

**Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2012 and of its loss for the year then ended,
- have been properly prepared in accordance with UK 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.

**Tudor Aw (Senior Statutory Auditor)**  
**for and on behalf of KPMG LLP, Statutory Auditor**  
*Chartered Accountants*  
Registered auditors

15 Canada Square  
London E14 5GL

8<sup>th</sup> March 2013

## Profit and Loss Account

For the year ended 31 December 2012

	Notes	2012 £000	2011 £000
Turnover	2	66,748	63,270
Cost of sales		(63,705)	(52,861)
<b>Gross profit</b>		<b>3,043</b>	<b>10,409</b>
Administrative expenses	3	(3,355)	(3,111)
<b>Operating (loss)/profit</b>		<b>(312)</b>	<b>7,298</b>
Interest payable and similar charges	6	(918)	(455)
Interest receivable and similar income	7	0	116
<b>(Loss)/profit on ordinary activities before taxation</b>		<b>(1,230)</b>	<b>6,959</b>
Taxation on (loss)/profit on ordinary activities	8	302	(1,900)
<b>(Loss)/profit on ordinary activities after taxation</b>		<b>(928)</b>	<b>5,059</b>

The results shown above are derived from continuing activities

There were no recognised gains and losses in either the current year or prior year except as shown above. Consequently a statement of total recognised gains and losses has not been presented.

The notes on pages 9 to 18 form part of these financial statements

# Balance sheet

At 31 December 2012

		2012		2011	
	Notes	£000	£000	£000	£000
<b>Fixed assets</b>					
Intangible assets	9		17,037		18,752
Tangible assets	10		305		334
Investments	11		1,830		1,830
			<u>19,172</u>		<u>20,916</u>
<b>Current assets</b>					
Stocks	12	22,567		18,017	
Debtors	13	39,647		42,465	
Cash at bank and in hand		1,220		1,978	
		<u>63,434</u>		<u>62,460</u>	
<b>Creditors: amounts falling due within one year</b>	14	(23,223)		(20,561)	
<b>Creditors: amounts falling due after one year</b>	14	(36,274)		(38,778)	
			40,211		41,899
<b>Net current assets</b>			<u></u>		<u></u>
<b>Total assets less current liabilities</b>			59,383		62,815
<b>Net assets</b>			<u>23,109</u>		<u>24,037</u>
<b>Capital and reserves</b>					
Called up share capital	15		1		1
Capital redemption reserve	16		50		50
Profit and loss account	16		23,058		23,986
<b>Shareholders' funds</b>	17		<u>23,109</u>		<u>24,037</u>

The financial statements on pages 7 to 18 were approved by the board of directors on 8th March 2013 and were signed on its behalf by



James Forde  
Director  
StudioCanal Limited  
Registered Number 03647235

The notes on pages 9 to 18 form part of these financial statements



## Notes

(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 in accordance with applicable accounting standards and under the historical cost accounting rules

The company is exempt by virtue of s400 of the Companies Act 2006 from the requirement to prepare group accounts as the company is included in the published accounts of a larger group headed by Vivendi S A , a parent undertaking established under the law of a member state of the European Union. These financial statements present information about the company as an individual undertaking and not about its group.

Under Financial Reporting Standard ("FRS") 1 the company is exempt from the requirement to prepare a cash flow statement on the grounds that it is a wholly owned subsidiary of Vivendi S A which includes the company in its own published consolidated financial statements.

As the company is a wholly owned subsidiary of Vivendi S A , the company has taken advantage of the exemption contained in FRS 8 and has therefore not disclosed transactions or balances with wholly owned entities which form part of the group (or investees of the group qualifying as related parties). The consolidated financial statements of Vivendi S A , within which this company is included, can be obtained from the address given in note 19.

According to FRS 4(d), the Company is exempt from the requirement to disclose the relationship and transactions between Elevation Sales Limited and the Company due to Elevation acting as a general agent with whom the Company transacts a significant volume of business.

#### *Going concern*

The directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

The Company is supported in terms of cash flow by the parent company, StudioCanal S A in the form of an intercompany loan. The Company has received a letter of support from StudioCanal S A indicating that it is its present intention not to request repayment of the outstanding loan balance at 31 December 2012 of £37.3m for the foreseeable future, and in any event for a period of no less than twelve months from the date of approval of these financial statements.

#### *Intangible fixed assets*

The cost of acquiring film licensing rights and technical costs associated with producing DVDs are capitalised and amortised in accordance with the revenue generated in the period in proportion to the total expected revenue.

In certain circumstances the Company enters into arrangements whereby contributions to the production costs of a film are received from investors in return for a share of future revenues. Where the terms of these agreements are such that the arrangement is not a clear financing transaction, or the disposal of an economic interest in the title, judgment is required to account for such transactions. The Company recognises the amounts received as a reduction in the capitalised cost of the intangible asset.

## Notes (continued)

(forming part of the financial statements)

### 1 Accounting policies (continued)

#### *Tangible fixed assets*

Depreciation is provided at the following annual rates in order to write off each asset on a straight line basis over its estimated useful life

Office equipment, fixtures and fittings      3 years

#### *Investments*

Fixed asset investments are shown at cost less provision for permanent diminution in value

#### *Work in progress*

Stocks and work in progress are stated at the lower of cost and net realisable value. Costs incurred to acquire film rights are recognised and retained as work in progress until the films' theatre release date. At the release date the costs are capitalised. The capitalised amount is then amortised as described above. Foreseeable losses are recognised in the accounting period in which they are identified. Other acquisition costs relating to television release dates and other media transmissions release dates are released when the film has been delivered and can be released via that media. All other printing and advertising costs are written off to the profit and loss account as incurred.

#### *Taxation*

The charge for taxation is based on the result for the period and takes into account deferred taxation.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements.

A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured at the tax rates that are expected to apply in the periods in which the timing differences are expected to reverse based on tax rates or laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

#### *Operating leases*

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

#### *Foreign currency*

Transactions denominated in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the contracted rate or the rate of exchange ruling at the balance sheet date and the gains and losses on translation are included in the profit and loss account.

#### *Advance income in relation to sale of distribution rights*

The company enters into arrangements with TV companies for the airing of films at a future date. The revenue is recognised at the point that the right sold is available for exploitation by the acquirer. Advance income received is credited to accruals and deferred income until it is recognised as income.

## Notes (continued)

(forming part of the financial statements)

# **1 Accounting policies (continued)**

## **Pensions**

Pension costs under the defined contribution scheme are charged against profits for the year in accordance with the amount of contributions payable to the pension scheme in respect of the accounting period

Pension costs include commitments of £20,764 for the period of December 2012 which has been accrued in the Company's balance sheet

## **2 Turnover**

Turnover represents income, net of Value Added Tax and other sales taxes, from distribution fees, box office receipts and other amounts receivable under distribution agreements entered into by the company. Income is not recognised until the release date of a theatrical film or home video title and until it has been delivered and is available for exploitation

All revenues earned are within a single class of business, film rights exploitation. All revenues are earned within the UK & Ireland. A segmental analysis by territory is shown below

	2012	2011
UK	98%	96%
Ireland	2%	4%

## **3 (Loss)/Profit on ordinary activities before taxation**

2012	2011
£000	£000

(Loss)/Profit on ordinary activities before taxation is stated after charging

Amortisation, depreciation and amounts written off

- Tangible fixed assets	231	209
- Intangible fixed assets	15,049	11,586

Operating lease rentals - Land and buildings	401	400
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**Auditors remuneration:**

- audit fees (audit of these financial statements)	24	24
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## **4 Staff Costs**

2012	2011
£000	£000

Wages and salaries	2,944	2,684
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Social security costs	398	310
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Pension costs	209	117
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<b>3,551</b>	<b>3,111</b>
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The average weekly number of persons employed by the company (including directors) during the year, analysed by category was as follows

	2012	2011
	Number	Number
Sales	38	39
Administration	21	22
	<b>59</b>	<b>61</b>

**Notes (continued)**  
(forming part of the financial statements)

**5 Director's emoluments**

	<b>2012</b>	<b>2011</b>
	<b>£000</b>	<b>£000</b>
Aggregate emoluments including benefits in kind	<b>515</b>	<b>332</b>
Contributions to money purchase pension scheme	<b>49</b>	<b>35</b>
	<b>564</b>	<b>367</b>

Retirement benefits are accruing to three directors (2011 one) under a money purchase pension scheme

The company did not pay third parties for the services of any director (2011 Nil)

The emoluments of the highest paid director are as follows

	<b>2012</b>	<b>2011</b>
	<b>£000</b>	<b>£000</b>
Aggregate emoluments, including benefits in kind	<b>305</b>	<b>311</b>
Contributions to money purchase pension scheme	<b>32</b>	<b>35</b>
	<b>337</b>	<b>346</b>

The remuneration of the other directors are borne by other group companies

**6 Interest payable and similar charges**

	<b>2012</b>	<b>2011</b>
	<b>£000</b>	<b>£000</b>
Bank interest	<b>5</b>	<b>0</b>
Interest on intercompany loan	<b>538</b>	<b>455</b>
Net exchange losses	<b>375</b>	<b>0</b>
	<b>918</b>	<b>455</b>

**7 Interest receivable and similar income**

	<b>2012</b>	<b>2011</b>
	<b>£000</b>	<b>£000</b>
Bank interest	<b>0</b>	<b>8</b>
Net exchange gains	<b>0</b>	<b>108</b>
	<b>0</b>	<b>116</b>

**Notes (continued)**  
(forming part of the financial statements)

**8 Tax charge**

**a) Analysis of tax charge in the year:**

	2012	2011
	£000	£000
<b>Current tax</b>		
UK corporation tax on profit for the year	201	1,909
Adjustment in respect of prior years	(500)	4
Total current tax	(299)	1,913
<b>Deferred tax</b>		
Timing differences, origination and reversal	(10)	(16)
Changes in tax rates or laws	7	3
Total deferred tax credit (note 8c)	(3)	(13)
<b>Tax on profit on ordinary activities</b>	<b>(302)</b>	<b>1,900</b>

The tax assessed for the period is lower than (2011 higher than) the standard rate of corporation tax in the UK of 24.5% (2011 26.5%). The differences are explained in b) below

**b) Factors affecting the tax charge for the year**

	2012	2011
	£000	£000
(Loss)/profit on ordinary activities before tax	(1,230)	6,959
Profit on ordinary activities multiplied by the standard rate in the UK of 24.5% (2011 26.5%)	(301)	1,844
<b>Effects of</b>		
Expenses not deductible for tax purposes	23	53
Excess of depreciation over capital allowances	10	120
Transfer pricing adjustment and other	469	0
Adjustments in respect of prior years	(500)	4
Total current tax surrendered for group relief in exchange for consideration/current tax charge for the year	(299)	1,913

**Notes (continued)**  
(forming part of the financial statements)

**8 Tax charge (continued)**

**c) Deferred taxation**

	<b>2012</b>	<b>2011</b>
	<b>£000</b>	<b>£000</b>
At the beginning of the period	54	41
Credited to the profit and loss account	5	13
Adjustment in respect of prior years	(2)	0
At the end of the period	<u>57</u>	<u>54</u>
<i>Analysis of deferred tax asset</i>		
Excess of depreciation over capital allowances	46	46
Other short term timing differences	11	8
	<u>57</u>	<u>54</u>

The UK Government has announced a phased reduction in the main UK corporation tax rate from 26% to 23%, with the first 1% reduction taking effect from 1 April 2012 (and substantively enacted on 5 July 2011) and a further 1% reduction taking effect annually thereafter until 1 April 2014

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the rates that have been enacted or substantively enacted at the balance sheet date. Therefore, at 31 December 2012, deferred tax assets and liabilities have been calculated based on a rate of 23%, where the temporary difference is expected to reverse after 1 April 2012. No account will be taken of the further 1% reduction in tax rates until substantive enactment of this change, however it is estimated that this will not have a material impact on the Company

**9 Intangible fixed assets**

	<b>Film rights</b>
	<b>£000</b>
<b>Cost</b>	
At 1 January 2012	55,262
Additions	13,334
<b>31 December 2012</b>	<u><b>68,596</b></u>
<b>Amortisation</b>	
1 January 2012	36,510
Charge for the year	15,049
<b>At 31 December 2012</b>	<u><b>51,559</b></u>
<b>Net book value</b>	
<b>31 December 2012</b>	<u><b>17,037</b></u>
<b>31 December 2011</b>	<u><b>18,752</b></u>

**Notes (continued)**  
(forming part of the financial statements)

**10 Tangible fixed assets**

	Office equipment, fixtures & fittings £000
<b>Cost</b>	
At 1 January 2012	1,257
Additions	202
<b>At 31 December 2012</b>	<u>1,459</u>
<b>Depreciation</b>	
At 1 January 2012	923
Charge for the year	231
<b>At 31 December 2012</b>	<u>1,154</u>
<b>Net book value</b>	
<b>At 31 December 2012</b>	<u>305</u>
At 31 December 2011	<u>334</u>

**11 Investments**

	Share in group undertakings £000
Cost at the beginning of the year	1,830
<b>Net book value at the end of the year</b>	<u>1,830</u>

The principal companies in which the company's interest at the year end is more than 20% are as follows:

	Country of incorporation or registration	Principal activity	Class and percentage of shares held
<b>Subsidiary undertakings</b>			
Dinosaur Productions Limited	England and Wales	Film production	Ordinary 100%
<b>Joint venture undertakings</b>			
Elevation Sales Limited	England and Wales	DVD distributor and sales agent	Ordinary 50%

**Notes (continued)**  
(forming part of the financial statements)

**12 Inventory**

	<b>2012</b>	<b>2011</b>
	<b>£000</b>	<b>£000</b>
Finished goods	<b>2,612</b>	2,321
Work in progress	<b>19,955</b>	15,696
	<b>22,567</b>	<b>18,017</b>

**13 Other debtors, prepayments and accrued income**

	<b>2012</b>	<b>2011</b>
	<b>£000</b>	<b>£000</b>
Trade debtors	<b>8,783</b>	14,585
Amounts owed by other group undertakings	<b>822</b>	274
Amounts due from joint venture	<b>4,669</b>	13,973
Other debtors, prepayments and accrued income	<b>25,310</b>	13,579
Deferred Tax asset see (note 8c)	<b>57</b>	54
	<b>39,647</b>	<b>42,465</b>

Total debtors include trade debtors of £1,831,480 (2011 £864,434) and accrued income of £1,351,046 (2011 Nil) due after more than one year

**14 Creditors**

	<b>2012</b>	<b>2011</b>
	<b>£000</b>	<b>£000</b>
Trade creditors	<b>5,613</b>	1,909
Amounts due to parent undertaking	<b>41,018</b>	46,867
Amounts payable under distribution agreements	<b>2,520</b>	3,508
Corporation tax	<b>0</b>	1,200
Other taxation and social security	<b>2,503</b>	2,195
Accruals and deferred income	<b>7,843</b>	3,660
	<b>59,497</b>	<b>59,339</b>

Total creditors include £ £37,259,000 (2011 £ 38,777,625) due to the parent undertaking after more than one year



**Notes (continued)**  
(forming part of the financial statements)

**15 Called up share capital**

	2012	2011
	£000	£000
<b>Authorised</b>		
50,000 ordinary shares of £1 each	50	50
50,000 preference shares of £1 each	50	50
	<u>100</u>	<u>100</u>
<b>Allotted, called up and fully paid</b>		
1,000 ordinary shares of £1 each	<u>1</u>	<u>1</u>

**16 Profit and loss account and reserves**

	Profit and loss account	Capital redemption reserve
	£000	£000
At 1 January 2012	23,986	50
Loss for the year	(928)	-
At 31 December 2012	<u>23,058</u>	<u>50</u>

**17 Reconciliation of movements in shareholders' funds**

	2012	2011
	£000	£000
(Loss)/profit for the period	<u>(928)</u>	<u>5,059</u>
Net addition to shareholders' funds	(928)	5,059
Opening shareholders' funds	24,037	18,978
Closing shareholders' funds	<u>23,109</u>	<u>24,037</u>

**Notes (continued)**  
(forming part of the financial statements)

**18 Financial commitments**

Annual commitments under non-cancellable operating leases are as follows

Lease commitments	Land and buildings	
	2012	2011
	£000	£000
Operating leases which expire		
- within 2 to 5 years	401	400

**Contractual commitments**

At 31 December 2012 the company had outstanding contractual commitments totaling £15,040,000 (2011 £16,620,000) in relation to future rights to distribute motion pictures

**19 Parent undertaking and controlling party**

The company's immediate parent undertaking is StudioCanal Holdings UK

The ultimate parent company and controlling party is Vivendi S A a company incorporated in France

The largest group of which the company is a member and for which consolidated financial statements are drawn up is that headed by Vivendi SA. These consolidated financial statements are available at 42 Avenue Friedland, 75380 Paris, Cedex 08, France